

## Summary of Consolidated Financial Results for the First Three Months (1Q) of the Fiscal Year Ending March 31, 2026 (FY2025) (Japanese Standards)

August 7, 2025

Company name: Duskin Co., Ltd. Shares listed: Tokyo  
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Scheduled date of dividend payment commencement: –  
Preparation of additional financial results materials: None  
Holding of financial results meeting: None

Amounts in the following tables are rounded down to the nearest million yen.

### 1. Consolidated Financial Results for the Three-Month Period from April 1, 2025 to June 30, 2025

#### (1) Results of operation

Percentages indicate the change against the previous fiscal year.

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
3 months ended June 30, 2025	47,276	4.6	2,109	12.8	3,069	13.1	1,879	23.1
3 months ended June 30, 2024	45,216	3.6	1,869	-7.5	2,714	4.5	1,527	-9.0

Note: Comprehensive income - 3 months ended June 30, 2025: 1,366 million yen (68.8%); 3 months ended June 30, 2024: 809 million yen (-70.9%)

	Profit per share	Profit per share (Fully diluted)
	Yen	Yen
3 months ended June 30, 2025	40.04	40.03
3 months ended June 30, 2024	31.78	31.77

Note: In the consolidated financial statements for the first half of the fiscal year ended March 31, 2025, the Company finalized the provisional accounting treatment for the equity method affiliates, and the figures for the first three months of the fiscal year ended March 31, 2025 reflect the details of the finalization of the provisional accounting treatment.

#### (2) Financial positions

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	196,259	150,005	76.3
As of Mar. 31, 2025	203,318	151,542	74.4

Reference: Shareholders' equity - June 30, 2025: 149,685 million yen; March 31, 2025: 151,197 million yen

### 2. Dividends

	Dividends per share				
	End of 1st Q	End of 2nd Q	End of 3rd Q	Year-end	Total (Annual)
	Yen	Yen	Yen	Yen	Yen
Year ended Mar. 31, 2025	–	50.00	–	62.00	112.00
Year ending Mar. 31, 2026	–				
Year ending Mar. 31, 2026 (Forecast)		50.00	–	65.00	115.00

Note: Revision from the most recently announced dividend forecast: None

### 3. Forecast of Consolidated Financial Results for FY2025 (April 1, 2025 - March 31, 2026)

Percentages indicate the change against the same period of the previous fiscal year.

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of the parent		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	95,100	3.7	4,400	12.1	6,300	14.5	3,900	11.7	83.08
Year ending Mar. 31, 2026	195,000	3.3	7,900	8.7	11,600	8.4	9,000	2.2	191.72

Note: Revision from the most recently announced financial results forecast: None

Notes:

1. Significant changes in the scope of consolidation during the period: Yes  
Newly included: None Excluded: 2 companies (Kenko Saien Co., Ltd. and Bishoku Kobo Co., Ltd.)
2. Adoption of special accounting methods for preparation of quarterly consolidated financial statements: Yes  
Note: For details, refer to “Notes to special accounting methods for preparation of quarterly consolidated financial statements” in “(3) Notes to Consolidated Financial Statements” in “2. Consolidated Financial Statements” starting on page 10 of the attached document.
3. Changes in accounting principles and estimates, and retrospective restatements  
(1) Changes due to revision of accounting standards: None  
(2) Changes other than (1) above: None  
(3) Changes in accounting estimates: None  
(4) Retrospective restatements: None

4. Number of shares issued (Common stock)

Number of shares issued	As of June 30, 2025:	48,000,000	As of Mar. 31, 2025:	48,000,000
Number of treasury shares	As of June 30, 2025:	1,034,284	As of Mar. 31, 2025:	1,055,752
Average number of shares outstanding during the period	3 months ended June 30, 2025:	46,949,564	3 months ended June 30, 2024:	48,060,631

Review of the accompanying quarterly consolidated financial statements by a certified public accountant or auditing firm: None

Explanation regarding the appropriate use of business forecasts

—Note for the financial forecast:

The financial forecast contained in this report is based on information available at the time of preparation of the report and certain assumptions considered reasonable, and thus Duskin makes no warranty as to the achievability of the forecast. Readers are advised that actual results may differ significantly from the forecast.

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## 1. Business Results and Financial Position

### (1) Business Results

During the first three months of fiscal 2025 (April 1 to June 30, 2025), the Japanese economy was on a gradual recovery path against a backdrop of improved employment and income conditions. However, the war between Russia and Ukraine is dragging on, and conflicts in the Middle East are becoming even more tense. In addition, risks of an economic downturn, such as continued price increases and the impact of United States trade policies, are increasing, making the outlook even more uncertain.

In such an environment, we have launched our three-year plan, Medium-Term Business Plan 2028, which covers the period from fiscal 2025 (the year ending March 31, 2026) to fiscal 2027 (the year ending March 31, 2028). This three-year plan is the first phase of our Long-Term Business Policy Do-Connect, under which we will challenge ourselves to achieve our three EXcellence goals (explore new businesses, expand to related businesses, excel in our existing businesses) and foster a corporate culture that supports these efforts.

In the first quarter, all segments saw an increase in sales, and consolidated net sales increased 2,060 million yen (4.6%) year-on-year to 47,276 million yen. As a result, profits also increased at each stage. Consolidated operating profit increased by 239 million yen (12.8%) year-on-year to 2,109 million yen, consolidated ordinary profit increased 354 million yen (13.1%) year-on-year to 3,069 million yen, and profit attributable to owners of the parent increased 352 million yen (23.1%) year-on-year to 1,879 million yen.

	3 months ended June 30, 2024	3 months ended June 30, 2025	Millions of yen Increase/decrease	
				%
Consolidated net sales	45,216	47,276	2,060	4.6
Consolidated gross profit	20,241	20,871	630	3.1
Consolidated operating profit	1,869	2,109	239	12.8
Consolidated ordinary profit	2,714	3,069	354	13.1
Profit attributable to owners of the parent	1,527	1,879	352	23.1

### Results by business segment

#### Sales

	3 months ended June 30, 2024	3 months ended June 30, 2025	Millions of yen Increase/decrease	
				%
Direct Selling Group	26,801	27,681	879	3.3
Food Group	15,017	16,125	1,108	7.4
Other Businesses	4,112	4,207	94	2.3
Total	45,931	48,014	2,083	4.5
Intersegment eliminations	-715	-738	-23	—
Consolidated net sales	45,216	47,276	2,060	4.6

Note: Sales by business segment above include intersegment sales.

## Operating profit (loss)

Millions of yen

		3 months ended June 30, 2024	3 months ended June 30, 2025	Increase/decrease	
					%
	Direct Selling Group	1,660	802	-857	-51.7
	Food Group	1,699	2,841	1,142	67.2
	Other Businesses	180	217	36	20.5
	Total	3,541	3,862	321	9.1
	Intersegment eliminations and corporate expenses	-1,671	-1,753	-81	—
	Consolidated operating profit	1,869	2,109	239	12.8

Note: Operating profit or loss above includes intersegment transactions.

### a. Direct Selling Group

Sales of the Direct Selling Group increased 879 million yen (3.3%) year-on-year to 27,681 million yen. Despite a decline in sales of the mainstay Clean Service (rental and sales of dust control and other products) businesses, we achieved this result thanks to increased sales in other businesses, including the Care Service (professional cleaning and technical services) businesses. Meanwhile, operating profit decreased 857 million yen (51.7%) year-on-year to 802 million yen. There are several factors contributing to the decline in profits. One of the main factors is related to the accounting method for the sales of the new mop cleaner with built-in mop storage unit launched in February 2025. For this new product, we have adopted an accounting method that records the cost in full when the product is first shipped to franchisees and records periodic rental revenue later on. This recording of costs in advance in the first quarter is reflected in the decrease in profits. Another major factor is the increase in personnel expenses and sales promotion expenses for new products. One notable development this fiscal year is that we have been contracted to provide cleaning services for the common areas of the 2025 Osaka-Kansai Expo, which began on April 13, 2025, as well as cleaning for some of the individual pavilions and hygiene product provision services. This has contributed to our business results.

In this segment, sales in the mainstay Clean Service businesses declined in both residential and commercial sectors.

Looking at sales in the residential sector by product, shipments of the new mop cleaner with built-in mop storage unit have exceeded expectations, and the cleaning mop set for pets continued to perform well. However, sales of mop products, our mainstay products, as a whole declined. On the other hand, the overall decline in sales of household products narrowed compared to the same period last year. The main factors contributing to this were strong sales of our new product, a shower head with a water purification function that produces ultra-fine bubbles, and an increase in sales of fire extinguishers. Regarding the latter, we were able to successfully capture replacement demand, as many products already in circulation have recently expired. As for sales activities focused on sales visits to households, which we have continued to expand since last fiscal year, the number of new customers acquired by these sales activities has increased compared to the same period last year.

Sales to businesses also declined. As for sales of our mainstay mat products, our high-function mats, including those with antiviral properties, remained strong, but sales of other products declined, leading to the overall decrease. On the other hand, sales of mop products increased thanks to brisk sales of Antibacterial Electron launched in the previous fiscal year, and sales of air fresheners and other restroom-related products also grew. As a result, the decline in sales to businesses was smaller than in the same period of the previous year.

Looking at the Care Service businesses, while Home Repair (fixing scratches and dents) saw a decline in

customer-level sales, ServiceMaster (professional cleaning services), Merry Maids (home cleaning and helper services), Terminix (pest control and comprehensive hygiene management) and Total Green (plant and flower upkeep) all saw an increase. At ServiceMaster, sales of air conditioner cleaning and regular cleaning services have been strong as businesses have begun to outsource more and more of their daily operations. Meanwhile, at Merry Maids, online promotional measures have proved effective. In addition, royalty income and sales of chemicals and equipment have also increased.

All other Direct Selling Group businesses — including Duskin Rent-All (rental of special event and daily use items), Health Rent (rental and sales of assisted-living products), as well as the cosmetic-related businesses, the uniform-related businesses, Life Care (support services for seniors) and Rescue Service (emergency locksmith services) — reported higher sales. The growth in Duskin Rent-All sales was mainly due to an increase in the number of promotional events.

## **b. Food Group**

Sales in the Food Group increased 1,108 million yen (7.4%) year-on-year to 16,125 million yen. The group saw an increase in total customer-level sales of all shops of Mister Donut, the core business of the group, and increases in material and supply sales and royalty sales. Operating profit increased 1,142 million yen (67.2%) year-on-year to 2,841 million yen. The main factors behind this increase were higher gross profits due to increased sales and improved cost ratios, mainly due to price revisions during the previous fiscal year.

At Mister Donut, the mainstay of the group, total customer-level sales at all shops exceeded those of the same period last year. There was a negative impact due to a decrease in the number of customers using donut exchange cards as a result of a drop in sales of the MISDO Lucky Bag at the end of 2024. However, thanks to price revisions, the average customer spend exceeded the same period last year, and an increase in the number of shops due to new store openings contributed to the increase in customer-level sales. In January 2025, Mister Donut celebrated its 55th anniversary, and to mark the occasion, it is implementing various sales campaigns this fiscal year under the new brand banner, “Always cozy, always evolving — Mister Donut.” One notable development during the first quarter was the launch of new products in collaboration with the Kyoto green tea specialty brand Gion Tsujiri (now in its ninth year). Another highlight was the development of a new product called Mocchurin to commemorate Mister Donut’s 55th anniversary, featuring a new texture concept with a chewy and fluffy feel. This product, sold on a limited-time basis in June, received particularly positive feedback from customers and contributed significantly to sales growth.

As for the Food Group’s other businesses, the Katsu & Katsu pork cutlet restaurants saw a growth in sales due to an increase in the average customer spend following price revisions in December 2024. Boston House Co., Ltd., which became a subsidiary in January 2024, also saw an increase in sales due to the strong performance of its main business, the Italian restaurant Napoli No Shokutaku. Boston House absorbed its subsidiary, Bishoku Kobo Co., Ltd. and its holding company, Kenko Saien Co., Ltd. on April 1, 2025.

## **c. Other Businesses**

Sales in the Other Businesses segment increased 94 million yen (2.3%) year-on-year to 4,207 million yen, and operating profit increased 36 million yen (20.5%) year-on-year to 217 million yen. Overseas business sales declined mainly due to a decrease in sales of donut ingredients from Japan to overseas markets. On the other hand, two domestic subsidiaries, Duskin Kyoeki Co., Ltd. (leasing and insurance agency services) and Duskin Healthcare Co., Ltd. (medical facility hygiene management services), both saw an increase in sales, contributing to the overall sales growth of the segment.

Overseas, Duskin Shanghai Co., Ltd., which rents and sells dust control products in China, posted lower sales. On the other hand, Big Apple Worldwide Holdings Sdn. Bhd., which operates a donut business

mainly in Malaysia, posted higher year-on-year sales thanks to strong sales of limited-time products and drink sets, as well as to the weaker yen. Looking at overseas sales of materials and supplies, while sales of donut ingredients to Hong Kong increased, sales of donut ingredients and mats to Taiwan decreased, resulting in overall overseas sales falling below the results for the same period last year.

## **(2) Financial Position**

Consolidated total assets at the end of the first quarter (June 30, 2025) amounted to 196,259 million yen, a decrease of 7,059 million yen from the end of the previous fiscal year (March 31, 2025). Specifically, cash and deposits decreased by 5,549 million yen, and securities decreased by 1,992 million yen.

Total liabilities amounted to 46,253 million yen, a decrease of 5,522 million yen from the end of the previous fiscal year. Specifically, provision for bonuses decreased by 2,424 million yen, accounts payable decreased by 1,810 million yen, and income taxes payable decreased by 1,747 million yen, while other current liabilities increased by 1,058 million yen.

Net assets totaled 150,005 million yen, a decrease of 1,536 million yen from the end of the previous fiscal year. Specifically, retained earnings decreased by 1,045 million yen, and remeasurements of defined benefit plans decreased by 293 million yen.

## **(3) Forecast**

Our forecast of consolidated financial results for the first-half and full-year of FY2025 (April 1, 2025 to March 31, 2026) remain unchanged from those announced on May 15, 2025.

## 2. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

Millions of yen

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	18,096	12,546
Notes and accounts receivable - trade, and contract assets	11,370	11,166
Lease receivables and investments in leases	1,040	1,028
Securities	7,988	5,995
Merchandise and finished goods	8,388	8,587
Work in process	295	309
Raw materials and supplies	3,179	3,328
Accounts receivable - other	7,809	8,458
Other	2,441	2,570
Allowance for doubtful accounts	-16	-10
Total current assets	60,594	53,979
Non-current assets		
Property, plant and equipment		
Buildings and structures	47,723	47,970
Accumulated depreciation	-33,438	-33,694
Buildings and structures, net	14,284	14,276
Machinery, equipment and vehicles	29,029	29,162
Accumulated depreciation	-20,643	-20,803
Machinery, equipment and vehicles, net	8,385	8,358
Land	22,441	22,423
Construction in progress	804	757
Other	17,754	17,523
Accumulated depreciation	-13,510	-13,563
Other, net	4,243	3,960
Total property, plant and equipment	50,160	49,776
Intangible assets		
Goodwill	279	323
Software	5,659	5,361
Other	3,075	3,688
Total intangible assets	9,014	9,373
Investments and other assets		
Investment securities	69,509	69,059
Long-term loans receivable	0	0
Retirement benefit asset	6,624	6,669
Deferred tax assets	946	982
Guarantee deposits	5,035	5,010
Other	1,470	1,444
Allowance for doubtful accounts	-37	-37
Total investments and other assets	83,549	83,129
Total non-current assets	142,724	142,279
<b>Total assets</b>	<b>203,318</b>	<b>196,259</b>



Millions of yen

	As of March 31, 2025	As of June 30, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	8,273	7,913
Current portion of long-term borrowings	22	13
Income taxes payable	3,033	1,286
Provision for bonuses	4,305	1,880
Provision for loss on disaster	473	436
Asset retirement obligations	0	—
Accounts payable - other	10,386	8,576
Guarantee deposit received for rental products	8,565	8,505
Other	7,036	8,095
Total current liabilities	42,097	36,706
Non-current liabilities		
Long-term borrowings	197	197
Retirement benefit liability	5,271	5,294
Asset retirement obligations	864	864
Long-term guarantee deposits	1,141	1,165
Deferred tax liabilities	2,197	2,022
Lease liabilities	6	2
Total non-current liabilities	9,678	9,546
Total liabilities	51,776	46,253
<b>Net assets</b>		
Shareholders' equity		
Share capital	11,352	11,352
Capital surplus	11,110	11,110
Retained earnings	119,146	118,100
Treasury shares	-3,389	-3,330
Total shareholders' equity	138,220	137,233
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,902	8,850
Deferred gains or losses on hedges	0	0
Foreign currency translation adjustment	482	304
Remeasurements of defined benefit plans	3,591	3,297
Total accumulated other comprehensive income	12,977	12,452
Share acquisition rights	23	10
Non-controlling interests	321	309
Total net assets	151,542	150,005
Total liabilities and net assets	203,318	196,259

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

## Consolidated statements of income

Millions of yen

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	45,216	47,276
Cost of sales	24,974	26,404
Gross profit	20,241	20,871
Selling, general and administrative expenses	18,371	18,762
Operating profit	1,869	2,109
Non-operating income		
Interest income	67	88
Dividend income	261	234
Rental income from facilities	36	26
Commission income	61	75
Share of profit of entities accounted for using equity method	258	335
Other	217	267
Total non-operating income	901	1,028
Non-operating expenses		
Interest expenses	0	0
Rental expenses on facilities	24	14
Compensation expenses	9	26
Other	22	26
Total non-operating expenses	56	67
Ordinary profit	2,714	3,069
Extraordinary income		
Gain on sale of non-current assets	1	35
Gain on sale of investment securities	0	67
Total extraordinary income	2	103
Extraordinary losses		
Loss on abandonment of non-current assets	22	18
Loss on disaster	37	—
Total extraordinary losses	60	18
Profit before income taxes	2,656	3,154
Income taxes	1,115	1,262
Profit	1,541	1,891
Profit attributable to non-controlling interests	13	11
Profit attributable to owners of the parent	1,527	1,879

## Consolidated statements of comprehensive income

	Millions of yen	
	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	1,541	1,891
Other comprehensive income		
Valuation difference on available-for-sale securities	-637	-56
Foreign currency translation adjustment	77	-63
Remeasurements of defined benefit plans, net of tax	-231	-288
Share of other comprehensive income of entities accounted for using equity method	60	-116
Total other comprehensive income	-731	-524
Comprehensive income	809	1,366
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	795	1,355
Comprehensive income attributable to non-controlling interests	13	11

**(3) Notes to Consolidated Financial Statements****Notes to special accounting methods for preparation of quarterly consolidated financial statements****— Calculation of tax expenses**

The Company calculates tax expenses in the following method: it first makes a reasonable estimate of the effective tax rate for the projected consolidated profit before income taxes for the fiscal year, including the first three months, after applying tax effect accounting, and then multiplies profit before income taxes for the quarter under review by that estimated effective tax rate.

## Notes to segment information and other information

### 1) First three months of FY2024 (April 1 to June 30, 2024)

#### a) Sales, income or losses by reportable business segment, and breakdown of revenue Millions of yen

	Direct Selling Group	Food Group	Other Businesses <sup>1</sup>	Total	Adjustment <sup>3</sup>	Consolidated total <sup>4</sup>
Sales						
Clean Service businesses	19,388	—	—	19,388	—	19,388
Care Service businesses	3,702	—	—	3,702	—	3,702
Mister Donut business	—	13,900	—	13,900	—	13,900
Other	3,554	1,114	2,989	7,657	—	7,657
Revenue from contracts with customers	26,645	15,015	2,989	44,649	—	44,649
Other revenue <sup>2</sup>	—	—	566	566	—	566
To outside customers	26,645	15,015	3,555	45,216	—	45,216
Intersegment sales and transfers	156	2	556	715	-715	—
Total	26,801	15,017	4,112	45,931	-715	45,216
Segment income (loss)	1,660	1,699	180	3,541	-1,671	1,869

Notes:

1. Other Businesses are comprised of the businesses that are not categorized in reportable business segments, including office equipment and vehicle leasing, insurance agent services, hospital management services and overseas businesses.
2. Other revenue represents revenue from leasing of office equipment and vehicles.
3. Segment income (loss) adjustments of -1,671 million yen include a 10 million yen elimination for intersegment sales and transfers and -1,682 million yen of corporate expenses that cannot be allocated to a particular reportable business segment.
4. Segment income (loss) has been adjusted for consistency with operating profit that is shown in the consolidated statements of income.

#### b) Impairment loss of non-current assets or goodwill by reportable business segment

##### Significant impairment loss on non-current assets

None.

##### Significant change in the amount of goodwill

None.

The amortization of goodwill during the first three months of FY2024 and the balance of goodwill at the end of the first quarter are as follows:

	Direct Selling Group	Food Group	Other Businesses	Elimination or corporate	Total
Amortization	21	3	2	—	28
Balance*	210	67	32	—	311

\* Goodwill at the end of the first quarter includes 210 million yen of goodwill in the Direct Selling Group resulting from the purchase by Duskin and its subsidiaries of the business operations of several franchisees and 61 million yen of goodwill for Kenko Saien Co., Ltd., which the Company acquired in January 2024 in the Food Group and 32 million yen of goodwill in Other Businesses for Big Apple Worldwide Holdings Sdn. Bhd., which the Company acquired in February 2017.

##### Significant gains on negative goodwill

None.

## 2) First three months of FY2025 (April 1 to June 30, 2025)

## a) Sales, income or losses by reportable business segment, and breakdown of revenue

Millions of yen

	Direct Selling Group	Food Group	Other Businesses <sup>1</sup>	Total	Adjustment <sup>3</sup>	Consolidated total <sup>4</sup>
Sales						
Clean Service businesses	19,216	—	—	19,216	—	19,216
Care Service businesses	4,053	—	—	4,053	—	4,053
Mister Donut business	—	14,973	—	14,973	—	14,973
Other	4,219	1,150	3,088	8,459	—	8,459
Revenue from contracts with customers	27,489	16,124	3,088	46,702	—	46,702
Other revenue <sup>2</sup>	—	—	573	573	—	573
To outside customers	27,489	16,124	3,662	47,276	—	47,276
Intersegment sales and transfers	191	1	545	738	-738	—
Total	27,681	16,125	4,207	48,014	-738	47,276
Segment income (loss)	802	2,841	217	3,862	-1,753	2,109

Notes:

1. Other Businesses are comprised of the businesses that are not categorized in reportable business segments, including office equipment and vehicle leasing, insurance agent services, hospital management services and overseas businesses.
2. Other revenue represents revenue from leasing of office equipment and vehicles.
3. Segment income (loss) adjustments of -1,753 million yen include a -17 million yen elimination for intersegment sales and transfers and -1,735 million yen of corporate expenses that cannot be allocated to a particular reportable business segment.
4. Segment income (loss) has been adjusted for consistency with operating profit that is shown in the consolidated statements of income.

## b) Impairment loss of non-current assets or goodwill by reportable business segment

**Significant impairment loss on non-current assets**

None.

**Significant change in the amount of goodwill**

None.

The amortization of goodwill during the first three months of FY2025 and the balance of goodwill at the end of the first quarter are as follows:

Millions of yen

	Direct Selling Group	Food Group	Other Businesses	Elimination or corporate	Total
Amortization	19	1	3	—	24
Balance*	242	58	22	—	323

\* Goodwill at the end of the first quarter includes 242 million yen of goodwill in the Direct Selling Group resulting from the purchase by Duskin and its subsidiaries of the business operations of several franchisees and 54 million yen of goodwill for Kenko Saiei Co., Ltd. (now, Boston House Co., Ltd.), which the Company acquired in January 2024 in the Food Group and 22 million yen of goodwill in Other Businesses for Big Apple Worldwide Holdings Sdn. Bhd., which the Company acquired in February 2017.

**Significant gains on negative goodwill**

None.

**Notes on significant changes in shareholders' equity**

None.

**Notes relating to going concern assumption**

None.

**Notes to quarterly consolidated statements of cash flows**

Quarterly consolidated statements of cash flows for the first three months of FY2025 have not been prepared. Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the first three months of FY2024 and FY2025 are as follows.

	Millions of yen	
	Three months ended June 30, 2024	Three months ended June 30, 2025
Depreciation	1,949	1,878
Amortization of goodwill	28	24