

Translation

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Consolidated Financial Results for the Six Months of the Fiscal Year Ending March 31, 2026 (Under Japanese GAAP)

November 14, 2025

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 Stock exchange listings: Tokyo Stock Exchange
 Stock code: 7092
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 Scheduled date for submission of interim report: November 14, 2025
 Supplementary materials for financial summaries: Yes
 Financial results briefing: Yes

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Six Months of the Fiscal Year Ending March 31, 2026 (from April 01, 2025 to September 30, 2025)

(1) Consolidated operating results (Cumulative)

(Percentages indicate YoY changes)

	Net sales		Operating profit		EBITDA		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2025	9,985	15.6	1,952	36.0	2,519	31.3	2,063	41.0	1,211	35.2
September 30, 2024	8,634	10.4	1,436	(28.2)	1,918	(20.8)	1,463	(30.3)	895	(32.7)

(Note) Comprehensive income For the six months ended September 30, 2025: 1,212 million yen (38.1%) For the six months ended September 30, 2024: 877 million yen ((34.1)%)

EBITDA = Operating profit + Depreciation + Amortization of goodwill + Amortization of leasehold and guarantee deposits + Amortization of franchise fees

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	64.63	63.78
September 30, 2024	47.84	47.21

(2) Consolidated financial positions

	Total assets	Net assets	Equity ratio
As of	Million yen	Million yen	%
September 30, 2025	22,275	14,672	65.9
March 31, 2025	21,926	13,905	63.4

(Reference) Owner's equity As of the six months ended March 31, 2026: 14,672 million yen As of the fiscal year ended March 31, 2025: 13,905 million yen

(Note) During the six months ended September 30, 2024, the provisional accounting treatment for business combinations has been finalized, and figures for the previous fiscal year have been revised accordingly.

The figures reflect the finalized content of provisional accounting treatments.

2. Cash dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of the third quarter	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	20.00	-	25.00	45.00
Fiscal year ending March 31, 2026	-	20.00			
Fiscal year ending March 31, 2026 (Forecast)			-	25.00	45.00

(Note) Presence or absence of revisions from the most recently announced dividend forecast: Yes

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2026 (from April 01, 2025 to March 31, 2026)

(Percentages indicate YoY changes)

	Net sales		Operating profit		EBITDA		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Fiscal year ending March 31, 2026	19,708~21,320	9.4~18.4	3,705~3,960	11.0~18.6	4,979~5,550	12.5~25.4	3,690~3,945	11.0~18.6	1,963~2,020	(3.1) ~ (0.3)	104.72~107.76

(Note) 1. Correction of financial forecast from the most recent financial forecast: None

2. During the six months ended, the provisional accounting treatment for business combinations has been finalized, and for the previous consolidated fiscal year,

The figures reflect the finalized content of provisional accounting treatments. Accordingly, the year-on-year changes have also been calculated based on the figures after these adjustments.

* Notes

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

(2) Application of specific accounting treatments for the preparation of interim consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, restatement

(i) Changes in accounting policies due to the revision of accounting standards : None

(ii) Changes in accounting policies other than (i): None

(iii) Changes in accounting estimates : None

(iv) Restatement : None

(4) Number of shares issued (common stock)

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

As of September 30, 2025	18,771,180 shares
As of March 31, 2025	18,755,980 shares

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

As of September 30, 2025	16,568 shares
As of March 31, 2025	16,568 shares

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

Six months ended September 30, 2025	18,745,309 shares
Six months ended September 30, 2024	18,728,966 shares

* The second quarter (interim) financial results report is not subject to review by certified public accountants or audit firms.

* Notes on the appropriate use of forecasts and other special items

The forward-looking statements such as earnings forecasts contained in this document are based on information currently available to the Company, and actual results may differ from the forecasts due to various factors.

Please refer to page 4 of the Interim Financial Results (Attached Materials), "1. Overview of Operating Results, etc. (3) Explanation of consolidated financial results forecast and other forward-looking information" for the assumptions underlying the above forecasts and other related matters.

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1. Overview of Operating Results, etc.

(1) Overview of operating results for the interim period

During the six months ended September 30, 2024, the Japanese economy as a whole continued on a moderate recovery trend, supported by improvements in employment conditions and income environment, as well as an increase in inbound demand. On the other hand, uncertainties remain regarding the future outlook due to concerns about the impact on the economy from geopolitical risks such as US-China relations and international conflicts, as well as rising prices, including surges in raw material costs.

In the domestic fitness gym industry to which our group belongs, the growing health consciousness among consumers and the promotion of 'health management' by companies have led to a broader range of initiatives aimed at improving health, resulting in an expanding demand for exercise opportunities across a wide range of age groups. Under these circumstances, demand for 24-hour fitness gyms remains strong, and the number of locations continues to increase steadily. In addition, the fitness participation rate in Japan rose by 0.54 percentage points from 4.48% in 2023 to 5.02% in 2024 (*), and demand for highly convenient and sustainable training environments is expected to increase further in the future.

* Source: Fitness Club Industry Trends in Japan, 2025 Edition

Under such circumstances, our company upholds the corporate philosophy of Purpose: "Delivering a healthy place to everyone," Mission: "Making fitness a part of people's daily lives and creating a vibrant and enriched society," and Vision: "Becoming an indispensable partner that supports each individual's lifestyle." In our core business, the "Domestic Anytime Fitness Business," rather than relying solely on price strategies for store expansion, we have focused on creating a comfortable environment where members can concentrate on training. We have positioned Anytime Fitness as a "place to support self-actualization" and have pursued a value-driven store model. As a result, we have clearly differentiated ourselves from competitors, established a sustainable competitive advantage in the fitness market, and enhanced our brand value.

Furthermore, while maintaining stable growth in our core "Domestic Anytime Fitness Business," we are also aiming for sustainable growth by simultaneously making strategic investments in and nurturing our next growth drivers: the "Overseas Business," the "The Bar Method (new brand) Business," and the "E-commerce and Merchandise Business."

During the six months ended September 30, 2025, in our core business, the "Domestic Anytime Fitness Business," the number of members surpassed 1 million in late May 2025, and the number of club exceeded 1,200 in June. To commemorate these milestones, we have designated 2025 as "Anytime YEAR" and are conducting a year-long special campaign aimed at deepening our bonds with members nationwide, as an expression of our gratitude for their continued support.

Furthermore, from June to July, in order to further enhance brand penetration and establish fitness habits, we conducted a large-scale nationwide promotion leveraging the scale advantage of having club in all 47 prefectures across Japan.

As a result, the number of domestic Anytime Fitness members as of the end of September 2025 reached 1,087,000 (an increase of 152,000 YoY), with 149,000 at company-operated gyms and 938,000 at franchised gyms, both showing steady progress. The number of gyms also expanded to 1,217 (an increase of 54 YoY), with 181 company-operated gyms and 1,036 franchised gyms, demonstrating solid growth in both membership and gym count.

The average number of members per store also reached 894 as of the end of September 2025 (an increase of 90 compared to the same month of the previous year), and the number of members continues to grow at an accelerating pace, maintaining a growth trend.

Based on this stable growth foundation, the company is also focusing on exploring new growth areas to achieve sustainable growth over the medium to long term.

Specifically, we have positioned the following three businesses as new growth drivers and are proceeding with strategic investment and development.

(i) Overseas Anytime Fitness Business

In the fiscal year ending March 2025, we successfully entered Germany and Singapore, marking the full-scale launch of our overseas expansion. Among these, Germany, where we hold master franchise rights as in Japan, boasts a high fitness participation rate of 13.4%, one of the highest in Europe, and is positioned as an extremely promising growth market due to its large market size. On the other hand, as the market is highly competitive with many major players, our group is working to establish a solid business foundation by leveraging our store development capabilities, operational know-how, and brand penetration cultivated in Japan as differentiating factors. In the first year, we focused on building our store and franchise development systems as well as establishing our operational infrastructure, thereby preparing the organization for store expansion. In April 2025, we opened our second directly operated store, the first new opening since joining our group, and we plan to open three more directly operated club within this fiscal year. In addition, we have already signed franchise agreements for three club, and overall, the launch is progressing smoothly. However, for some new store openings, obtaining municipal approvals such as building permits has taken longer than expected, resulting in some cases where the initially planned opening dates have been postponed.

In Singapore, in addition to the two existing Anytime Fitness franchise club, we opened a third store, the NTU location (on the campus of Nanyang Technological University, Singapore), on July 1. This was also aimed at accumulating know-how for opening new club overseas.

Going forward, we will continue to pursue flexible business operations while taking into account the characteristics and institutional environments of each country's market, and steadily nurture the 'Overseas Anytime Fitness Business' as our second growth driver.

(ii) The Bar Method (New Brand) Business

Starting from the fiscal year ending March 2025, we began the Japan rollout of the U.S.-originated "The Bar Method," opening our first directly operated store in Jiyugaoka in November 2024. We aim to cultivate a new customer base, distinct from that of Anytime Fitness, mainly in urban areas. In addition, to accumulate expertise in multi-store operations of barre exercise studios with a view to early franchise development, we opened our second directly operated store in Futako-Tamagawa on June 14, 2025, thereby strengthening the development of this brand.

(iii) EC and Merchandise Business

Against the backdrop of the expanding membership base of Anytime Fitness in Japan and the growing health consciousness, we are working to strengthen our e-commerce and retail business handling fitness-related merchandise and supplements. In December 2024, we launched our official online shop "A PROP," based on the concept of "a place where you can find high-quality items to support your daily life." This platform is available not only to Anytime Fitness members but also to the general public.

The merchandise handled is comprised of three categories: "Apparel (ranging from training wear to everyday use)", "Goods (training equipment and daily necessities)", and "Nutrition (supplements, protein, etc.)". We are regularly introducing new merchandise and developing and selling original merchandise that contributes to enhancing the value of the A PROP and Anytime Fitness brands. In July 2025, we will launch "A PROP WHEY PROTEIN," a protein product based on the concept of "something you want to drink 24 hours a day," and at the same time, we will implement a subscription-based sales model to promote regular and continuous purchases.

Furthermore, as a reverse O2O initiative to generate online traffic from Anytime Fitness locations, we will implement an affiliate model in collaboration with franchise club (a sales return scheme via club) starting from October 2025, thereby strengthening the growth foundation of the entire EC business. Going forward, we will continue to expand O2O and reverse O2O initiatives leveraging our store network and diversify our merchandise lineup, aiming to develop A PROP as a new revenue driver.

In addition, from the third quarter of the fiscal year ending March 2026 onward, we will proceed with organizational restructuring aimed at improving group management efficiency and optimizing our business portfolio. Specifically, we acquired shares of Best Life Co., Ltd., a franchise owner of Anytime Fitness, on November 5, 2025, making it a wholly owned subsidiary. The company operated two businesses: the reuse business and the Anytime Fitness business. However, we have only taken over the Anytime Fitness business (7 locations). After the share acquisition, we changed the company name to Best Fitness Co., Ltd. and began operating the 7 locations. Furthermore, regarding the Anytime Fitness business of this subsidiary, in order to consolidate business operations within the group and improve operational efficiency, we plan to integrate it into AFJ Project Co., Ltd., which is also a wholly owned subsidiary.

As a result, for the six months ended September 30, 2024, net sales were 9,985 million yen (up 15.6% YoY), operating profit was 1,952 million yen (up 36.0% YoY), EBITDA was 2,519 million yen (up 31.3% YoY), and ordinary profit was 2,063 million yen (up 41.0% YoY). Profit attributable to owners of parent was 1,211 million yen (up 35.2% YoY), mainly due to the recording of income taxes - current of 757 million yen.

(Note) EBITDA = Operating profit + Depreciation + Amortization of goodwill + Amortization of leasehold deposits + Amortization of membership fees

(2) Overview of Financial Positions for the Interim Period

(i) Status of Assets, Liabilities and Net Assets

(Assets)

At the end of the interim consolidated accounting period, total assets increased by 348 million yen compared to the end of the previous consolidated fiscal year, reaching 22,275 million yen. This was mainly due to an increase in current assets by 305 million yen, primarily resulting from an increase in cash and deposits by 188 million yen, as well as an increase in non-current assets by 42 million yen, mainly due to an increase in buildings and structures by 248 million yen.

(Liabilities)

Liabilities decreased by 418 million yen compared to the end of the previous consolidated fiscal year, amounting to 7,603 million yen. This was mainly due to a decrease of 236 million yen in accounts payable - other, as well as a decrease of 652 million yen in current portion of long-term borrowings and long-term borrowings as a result of loan repayments.

(Net assets)

Net assets increased by 766 million yen compared to the end of the previous consolidated fiscal year, reaching 14,672 million yen. This was mainly due to profit attributable to owners of parent of 1,211 million yen and dividends of surplus of 468 million yen. As a result, the equity ratio was 65.9%.

(ii) Cash flows

Cash and cash equivalents (hereinafter referred to as "funds") at the end of the six months ended September 30, 2024 amounted to 8,274 million yen, an increase of 188 million yen compared to the end of the previous fiscal year.

The cash flows for the six months ended September 30, 2024 and their factors are as follows.

(Cash flows from operating activities)

Net cash provided by operating activities for the six months ended September 30, 2024 was 1,965 million yen (compared to 971 million yen provided in the same period of the previous year). This was mainly due to an increase in cash from income before income taxes of 2,130 million yen and depreciation of 521 million yen, while there was a decrease in cash due to income taxes paid of 569 million yen, among other factors.

(Cash flows from investing activities)

Cash used in investing activities for the six months ended September 30, 2024 was 711 million yen (compared to 1,427 million yen used in the same period of the previous year). This was mainly due to proceeds from sale of businesses of 91 million yen, purchase of property, plant and equipment of 716 million yen associated with the opening of directly operated club, and payments of leasehold and guarantee deposits of 63 million yen.

(Cash flows from financing activities)

Net cash used in financing activities for the six months ended September 30, 2024 was 1,121 million yen (compared to 1,370 million yen used in the same period of the previous year). This was mainly due to repayments of long-term borrowings of 652 million yen and dividends paid of 468 million yen.

(3) Explanation of consolidated financial results forecast and other forward-looking information

Regarding the consolidated forecasts for the fiscal year ending March 2026, as many growth strategies, including various new businesses, are progressing simultaneously, we have not revised the consolidated forecasts announced on May 15, 2025. In addition, from the perspective of providing more useful and reasonable information to our investors, and in order to take into account downside risks to business performance due to external factors and progress status, we have disclosed the forecasts as a range.

(The above forecasts are based on information available as of the date of this document's release,

2. Interim Consolidated Financial Statements and Main Notes
(1) Interim Consolidated Balance Sheet

(Unit: Million yen)

	Previous fiscal year (March 31, 2025)	For the six months ended (September 30, 2025)
Assets		
Current assets		
Cash and deposits	8,085	8,274
Accounts receivable - trade	1,186	1,137
Merchandise	161	333
Prepaid expenses	458	477
Other	859	838
Allowance for doubtful accounts	(5)	(7)
Total current assets	10,747	11,052
Non-current assets		
Property, plant and equipment		
Buildings and structures	8,876	9,125
Tools, furniture and fixtures	4,463	4,527
Accumulated depreciation	(6,126)	(6,325)
Land	0	0
Construction in progress	8	19
Other	-	15
Total property, plant and equipment	7,223	7,363
Intangible assets		
Goodwill	444	446
Software	20	21
Other	0	3
Total intangible assets	466	471
Investments and other assets		
Investment securities	2	-
Long-term loans receivable	243	241
Leasehold and guarantee deposits	1,571	1,635
Long-term prepaid expenses	703	703
Deferred tax assets	954	791
Long-term accounts receivable	81	83
Other	15	15
Allowance for doubtful accounts	(81)	(83)
Total investments and other assets	3,489	3,387
Total non-current assets	11,179	11,222
Total assets	21,926	22,275

(Unit: Million yen)

	Previous fiscal year (March 31, 2025)	For the six months ended (September 30, 2025)
Liabilities		
Current liabilities		
Accounts payable - trade	69	60
Current portion of long-term borrowings	1,169	902
Accounts payable - other	1,060	824
Income taxes payable	653	842
Contract liabilities	1,817	1,886
Provision for bonuses	247	295
Provision for bonuses for directors (and other officers)	14	9
Other	311	461
Total current liabilities	5,344	5,282
Non-current liabilities		
Bonds payable	275	296
Long-term borrowings	698	312
Asset retirement obligations	1,534	1,506
Deferred tax liabilities	10	9
Other	158	195
Total non-current liabilities	2,677	2,320
Total liabilities	8,021	7,603
Net assets		
Shareholders' equity		
Share capital	2,207	2,219
Capital surplus	2,147	2,159
Retained earnings	9,611	10,354
Treasury shares	(48)	(48)
Total shareholders' equity	13,919	14,685
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	0	-
Foreign currency translation adjustment	(14)	(12)
Total accumulated other comprehensive income	(13)	(12)
Total net assets	13,905	14,672
Total liabilities and net assets	21,926	22,275

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

(Unit: Million yen)

	Previous interim consolidated accounting period (From April 1, 2024 until September 30, 2024)	For the six months ended From April 1, 2025 until September 30, 2025
Net sales	8,634	9,985
Cost of sales	4,817	5,499
Gross profit	3,817	4,486
Selling, general and administrative expenses	2,381	2,533
Operating profit	1,436	1,952
Non-operating income		
Commission income	24	27
Insurance claim income	5	5
Foreign exchange gains	-	87
Penalty income	14	-
Other	8	20
Total non-operating income	52	140
Non-operating expenses		
Interest expenses	14	26
Foreign exchange losses	7	-
Commission expenses	2	3
Other	0	0
Total non-operating expenses	24	29
Ordinary profit	1,463	2,063
Extraordinary income		
Gain on bargain purchase	※1 16	-
Gain on sale of businesses	※2 34	※2 95
Total extraordinary income	50	95
Extraordinary losses		
Loss on retirement of non-current assets	78	28
Contract cancellation penalty	-	0
Total extraordinary losses	78	28
Net income before income taxes	1,436	2,130
Income taxes - current	520	757
Income taxes - deferred	20	161
Total income taxes	540	919
Net income	895	1,211
Profit attributable to owners of parent	895	1,211

(Interim Consolidated Statement of Comprehensive Income)

(Unit: Million yen)

	Previous interim consolidated accounting period (From April 1, 2024 until September 30, 2024)	For the six months ended From April 1, 2025 until September 30, 2025
Net income	895	1,211
Other comprehensive income		
Valuation difference on available-for-sale securities	(0)	(0)
Foreign currency translation adjustment	(17)	1
Total other comprehensive income	(18)	0
Comprehensive income	877	1,212
Comprehensive income attributable to		
Interim comprehensive income attributable to owners of the parent	877	1,212

(3) Interim Consolidated Statement of Cash Flows

(Unit: Million yen)

	Previous interim consolidated accounting period (From April 1, 2024 until September 30, 2024)	For the six months ended From April 1, 2025 until September 30, 2025
Cash flows from operating activities		
Net income before income taxes	1,436	2,130
Depreciation	449	521
Amortization of goodwill	20	29
Share-based payment expenses	12	11
Increase (decrease) in allowance for doubtful accounts	33	4
Increase (decrease) in provision for bonuses	53	48
Increase (decrease) in provision for bonuses for directors (and other officers) (- indicates decrease)	(9)	(5)
Interest income and dividends income	(1)	(12)
Interest expenses	14	26
Loss on retirement of non-current assets (- indicates gain)	78	28
Gain on bargain purchase	(16)	-
Gain on sale of businesses	(34)	(95)
Foreign exchange loss	6	(74)
Decrease (increase) in trade receivables	25	47
(Increase) decrease in inventories	(35)	(171)
Increase (decrease) in trade payables	(46)	(9)
Decrease (increase) in prepaid expenses	(48)	(5)
Decrease (increase) in long term prepaid expenses	(53)	10
Increase (decrease) in contract liabilities	19	69
Increase (decrease) in accounts payable - other (- indicates decrease)	(183)	(58)
Increase (decrease) in long-term accounts payable - other (negative indicates decrease)	(8)	-
Increase (decrease) in other current assets (- indicates increase)	(89)	21
Increase (decrease) in other current liabilities	(31)	19
Increase (decrease) in other non-current assets (- indicates increase)	5	(2)
Other	0	(0)
Subtotal	1,598	2,532
Interest and dividends received	1	11
Interest paid	(9)	(9)
Income taxes paid	(619)	(569)
Cash flows from operating activities	971	1,965
Cash flows from investing activities		
Payment for acquisition of subsidiaries resulting in change in scope of consolidation	(102)	-
Proceeds from the sale of investment securities	-	1
Purchase of property and equipment	(1,305)	(716)
Purchase of intangible assets	(0)	(3)
Cash flows from disposal of non-current assets (negative indicates outflow)	(21)	22
Payments for asset retirement obligations	(18)	(46)
Purchase of investment securities	(0)	-
Payments of leasehold and guarantee deposits	(71)	(63)
Proceeds from refund of leasehold and guarantee deposits	53	0
Proceeds from transfer of business	59	91
Other	(19)	2
Cash flows from investing activities	(1,427)	(711)

(Unit: Million yen)

	Previous interim consolidated accounting period (From April 1, 2024 until September 30, 2024)	For the six months ended From April 1, 2025 until September 30, 2025
Cash flows from financing activities		
Repayment of long-term borrowings	(715)	(652)
Acquisition of treasury shares	(0)	-
Repayments of lease liabilities	-	(0)
Cash dividends paid	(655)	(468)
Cash flows from financing activities	(1,370)	(1,121)
Effect of exchange rate change on cash and cash equivalents	(21)	56
Increase (decrease) in cash and cash equivalents	(1,848)	188
Cash and cash equivalents at the beginning of the period	10,199	8,085
Cash and cash equivalents at the end of the interim period	8,350	8,274

(4) Notes to the interim consolidated financial statements

(Notes on segment information, etc.)

[Segment Information]

For the six months ended September 30, 2024

Our group operates fitness gym locations in Japan under a single brand, "Anytime Fitness." As our business is comprised of a single segment, the "Fitness Club Operation Business," segment information is omitted.

For the six months ended September 30, 2025

Our group operates fitness gym locations in Japan under a single brand, "Anytime Fitness." As our business is comprised of a single segment, the "Fitness Club Operation Business," segment information is omitted.

(Notes in the case of significant changes in shareholders' equity)

Based on the resolution of the Board of Directors held on June 24, 2025, the Company issued new shares as restricted stock compensation with a payment date of July 22, 2025. As a result, in the fiscal year under review, share capital increased by 11 million yen and legal capital surplus increased by 11 million yen. At the end of the fiscal year, share capital amounted to 2,219 million yen and legal capital surplus amounted to 2,159 million yen.

(Notes on the going-concern assumption)

There are no applicable items.

(Notes to the interim consolidated statement of income)

*1. The gain on bargain purchase arose from the acquisition of shares of Saya Pte. Ltd., which became a consolidated subsidiary.

*2. Gain on sale of businesses was recorded upon the transfer of directly operated club to the company operating franchise club.

(Notes to business combinations, etc.)

(Business combination through acquisition (Eighty 8 Health & Fitness B.V.))

Finalization of provisional accounting treatment for business combinations

Regarding the business combination with Eighty 8 Health & Fitness B.V. that took place on April 30, 2024, provisional accounting treatment was applied in the previous consolidated fiscal year, but it has been finalized during the current interim consolidated accounting period.

With the finalization of this provisional accounting treatment, significant revisions to the initial allocation amount of the acquisition cost have been reflected in the comparative information included in the interim consolidated financial statements for the six months ended September 30, 2024.

As a result, the provisional amount of goodwill, which was calculated at 322 million yen, decreased by 24 million yen upon finalization of the accounting treatment, resulting in a balance of 298 million yen. The decrease in goodwill was due to increases of 28 million yen in buildings and attached facilities, 7 million yen in tools, furniture and fixtures, and 10 million yen in deferred tax liabilities, respectively.

Also, in the consolidated balance sheet for the previous fiscal year, goodwill decreased by 21 million yen, retained earnings decreased by 1 million yen, buildings and attached facilities increased by 26 million yen, tools, furniture and fixtures increased by 6 million yen, and deferred tax liabilities increased by 10 million yen.