

June 30, 2025

Consolidated Financial Results for the Three Months Ended May 20, 2025 (Under Japanese GAAP)

Company name: SHIMAMURA Co.,Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 8227
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for analysts and institutional investors)

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

1. Consolidated financial results for the three months ended May 20, 2025 (from February 21, 2025 to May 20, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		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 20, 2025	168,369	2.4	15,311	5.0	15,812	4.3	10,802	3.5
May 20, 2024	164,466	4.7	14,579	0.3	15,161	2.8	10,435	4.0

Note: Comprehensive income For the three months ended May 20, 2025: ¥11,286 million [0.4%]
 For the three months ended May 20, 2024: ¥11,243 million [7.6%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended May 20, 2025	146.96	-
May 20, 2024	141.97	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of May 20, 2025	584,689	504,579	86.3
February 20, 2025	567,144	500,976	88.3

Reference: Equity
 As of May 20, 2025: ¥504,579 million
 As of February 20, 2025: ¥500,976 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 20, 2025	-	95.00	-	105.00	200.00
Fiscal year ending February 20, 2026	-				
Fiscal year ending February 20, 2026 (Forecast)		100.00		105.00	205.00

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

3. Forecast of consolidated financial results for the fiscal year ending February 20, 2026 (from February 21, 2025 to February 20, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 20, 2025	345,053	4.4	32,272	2.8	32,923	2.9	22,630	2.4	307.88
Fiscal year ending February 20, 2026	692,640	4.1	60,690	2.4	61,990	2.3	42,858	2.3	583.07

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: Yes

For details, please refer to Appendix P.10 "2. Quarterly Consolidated Financial Statements and Key Notes (4) Notes on Quarterly Consolidated Financial Statements (Application of Accounting Procedures Specific to the Preparation of Quarterly Consolidated Financial Statements)".

(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: None

(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 20, 2025	73,826,598 shares
As of February 20, 2025	73,826,598 shares

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

As of May 20, 2025	318,637 shares
As of February 20, 2025	322,935 shares

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

Three months ended May 20, 2025	73,506,605 shares
Three months ended May 20, 2024	73,503,608 shares

* 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

(Cautions on forward-looking statements, etc.)

Forward-looking statements, such as earnings forecasts, contained in this material are forecasts based on information available at the time of publication.

It contains a lot of uncertainties. Actual results may differ from the above forecasts due to changes in business conditions, etc.

There is.

Matters related to the above forecasts are referred to in Appendix P.4 "1. Qualitative Information on Financial Results for the this quarter (3) Consolidated Earnings Forecasts, etc.

Explanation of forward-looking information.

(Method of accessing supplementary material on financial results)

The Company plans to hold a financial results briefing (for analysts and institutional investors) on Monday, June 30, 2025.

Supplementary explanatory materials for financial results will be posted on the Company's website promptly after the announcement of financial results.

Quarterly consolidated balance sheet

(Millions of yen)

	As of February 20, 2025	As of May 20, 2025
Assets		
Current assets		
Cash and deposits	161,200	145,514
Accounts receivable - trade	13,726	22,377
Securities	135,795	136,394
Merchandise	56,829	74,779
Other	2,876	5,926
Total current assets	370,429	384,992
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	89,224	89,025
Land	51,286	51,304
Other, net	2,103	2,787
Total property, plant and equipment	142,614	143,118
Intangible assets		
Leasehold interests in land	1,000	987
Software	-	107
Software in progress	-	17
Total intangible assets	1,000	1,112
Investments and other assets		
Guarantee deposits	15,355	15,134
Other	37,756	40,342
Allowance for doubtful accounts	(11)	(11)
Total investments and other assets	53,100	55,465
Total non-current assets	196,715	199,696
Total assets	567,144	584,689

	As of February 20, 2025	As of May 20, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	24,066	38,170
Income taxes payable	10,699	5,436
Provision for bonuses	3,725	5,812
Provision executive officers' bonuses	-	15
Other	17,114	19,868
Total current liabilities	55,605	69,303
Non-current liabilities		
provision for part-time employees retirement	1,179	1,331
Provision for retirement benefits for directors (and other officers)	8	8
Provision for executive officers' retirement benefits	256	320
Retirement benefit liability	2,036	2,046
Asset retirement obligations	6,634	6,652
Other	446	446
Total non-current liabilities	10,562	10,805
Total liabilities	66,168	80,109
Net assets		
Shareholders' equity		
Share capital	17,086	17,086
Capital surplus	18,673	18,692
Retained earnings	461,664	464,747
Treasury shares	(1,415)	(1,398)
Total shareholders' equity	496,008	499,128
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,435	5,953
Deferred gains or losses on hedges	-	(0)
Foreign currency translation adjustment	(325)	(361)
Remeasurements of defined benefit plans	(141)	(139)
Total accumulated other comprehensive income	4,968	5,451
Total net assets	500,976	504,579
Total liabilities and net assets	567,144	584,689

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended May 20, 2024	Three months ended May 20, 2025
Net sales	164,466	168,369
Cost of sales	108,497	109,538
Gross profit	55,969	58,831
Operating revenue	341	325
Operating gross profit	56,310	59,157
Selling, general and administrative expenses	41,730	43,845
Operating profit	14,579	15,311
Non-operating income		
Interest income	60	204
Dividend income	39	12
Gain on sale of investment securities	190	-
Gain on sales of packaging materials	38	40
Compensation income	143	-
Foreign exchange gains	64	207
Miscellaneous income	45	36
Total non-operating income	582	501
Non-operating expenses		
Loss on processed gift certificates	0	0
Miscellaneous losses	0	0
Total non-operating expenses	0	0
Ordinary profit	15,161	15,812
Extraordinary losses		
Loss on sale and retirement of non-current assets	46	83
Impairment losses	72	41
Loss on disaster	8	2
Other	7	0
Total extraordinary losses	135	127
Profit before income taxes	15,026	15,684
Income taxes	4,590	4,881
Profit	10,435	10,802
Profit attributable to owners of parent	10,435	10,802

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended May 20, 2024	Three months ended May 20, 2025
Profit	10,435	10,802
Other comprehensive income		
Valuation difference on available-for-sale securities	820	518
Deferred gains or losses on hedges	-	(0)
Foreign currency translation adjustment	(14)	(35)
Remeasurements of defined benefit plans, net of tax	0	2
Total other comprehensive income	807	483
Comprehensive income	11,243	11,286
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	11,243	11,286
Comprehensive income attributable to non-controlling interests	-	-

Quarterly consolidated statement of cash flows

(Millions of yen)

	Three months ended May 20, 2024	Three months ended May 20, 2025
Cash flows from operating activities		
Profit before income taxes	15,026	15,684
Depreciation	1,469	1,565
Impairment losses	72	41
Increase (decrease) in provision for bonuses	1,967	2,083
Increase(decrease)in provision for executive officer's bonuses	11	15
increase (decrease) in provision for part-time employees retirement	1	151
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(65)	-
Increase(decrease)in provision for executive officer's retirement benefits	(18)	64
Increase (decrease) in retirement benefit liability	(27)	3
Interest and dividend income	(100)	(216)
Foreign exchange losses (gains)	(58)	(211)
Loss (gain) on sale and retirement of non-current assets	46	83
Loss (gain) on sale of investment securities	(190)	-
Decrease (increase) in trade receivables	(7,571)	(8,651)
Decrease (increase) in inventories	(13,198)	(17,913)
Decrease (increase) in other current assets	(593)	(3,062)
Increase (decrease) in trade payables	13,464	14,093
Increase (decrease) in other current liabilities	2,424	2,660
Other, net	(421)	(422)
Subtotal	12,240	5,968
Interest and dividends received	92	180
Income taxes paid	(8,267)	(9,607)
Net cash provided by (used in) operating activities	4,065	(3,459)
Cash flows from investing activities		
Purchase of securities	(114,000)	(129,000)
Proceeds from redemption of securities	104,100	84,000
Purchase of property, plant and equipment	(2,386)	(2,101)
Proceeds from sale of property, plant and equipment	16	0
Payments for retirement of property, plant and equipment	(43)	(65)
Purchase of intangible assets	-	(74)
Purchase of investment securities	(2,200)	(2,700)
Payments of guarantee deposits	(283)	(279)
Proceeds from refund of guarantee deposits	595	599
Other, net	(11)	15
Net cash provided by (used in) investing activities	(14,213)	(49,606)
Cash flows from financing activities		
Purchase of treasury shares	(6)	(3)
Dividends paid	(5,474)	(7,659)
Net cash provided by (used in) financing activities	(5,480)	(7,663)
Effect of exchange rate change on cash and cash equivalents	2	43
Net increase (decrease) in cash and cash equivalents	(15,626)	(60,685)
Cash and cash equivalents at beginning of period	161,235	206,200
Cash and cash equivalents at end of period	145,608	145,514

(Notes on segment information, etc.)

Segment Information

The three months of the previous fiscal year (February 21, 2024 to May 20, 2024)

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

(in millions of yen)

	japan	overseas	Total	Reconciling items	Quarterly Consolidated Statements of Income (Note)
Sales					
Revenues from external customers	162,563	1,902	164,466	-	164,466
Transactions with other segments	-	-	-	-	-
Total	162,563	1,902	164,466	-	164,466
Segment Profit	14,510	69	14,579	-	14,579

Note: Segment profit is consistent with operating income in the quarterly consolidated statements of income.

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

It is omitted because it is not important.

The three months of the current fiscal year (February 21, 2025 to May 20, 2025)

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

(in millions of yen)

	japan	overseas	Total	Reconciling items	Quarterly Consolidated Statements of Income (Note)
Sales					
Revenues from external customers	166,306	2,063	168,369	-	168,369
Transactions with other segments	-	-	-	-	-
Total	166,306	2,063	168,369	-	168,369
Segment Profit	15,280	31	15,311	-	15,311

Note: Segment profit is consistent with operating income in the quarterly consolidated statements of income.

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

It is omitted because it is not important.