Consolidated Financial Results for the Fiscal Year Ended in August 2025 [Japanese GAAP]

October 10, 2025

Company name: Valuence Holdings Inc.
Stock exchange listing: Tokyo Stock Exchange
Securities code: 9270
URL: https://www.valuence.inc/
Representative: (Title) Representative Director (Name) Shinsuke Sakimoto
Contact: (Title) Director and CFO (Name) Shinichiro Sato (TEL) +81-3-4580-9983
Scheduled date for ordinary general meeting of shareholders: November 26, 2025
Scheduled date for commencing dividend payments: November 10, 2025
Scheduled date for filing securities report: November 25, 2025
Preparation of supplementary financial results briefing materials: Yes
Holding of financial results briefing: Yes

(Amounts of less than one million yen are truncated.)

1. Consolidated financial results for the fiscal year ended in August 2025 (September 1, 2024 to August 31, 2025)

(1) Consolidated operating results

(% indicates year-over-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended in August 2025	84,841	4.1	1,453	—	1,315	—	681	—
Fiscal year ended in August 2024	81,468	7.0	(426)	—	(764)	—	(1,709)	—

Note: Comprehensive income: Fiscal year ended in August 2025 675 million yen [—%] Fiscal year ended in August 2024 (1,719) million yen [—%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ordinary profit to total assets	Operating profit to net sales
	Yen	Yen	%	%	%
Fiscal year ended in August 2025	52.00	51.81	9.8	4.6	1.7
Fiscal year ended in August 2024	(131.53)	—	(22.8)	(2.8)	(0.5)

(Reference only) Profits/losses from investment by equity method Fiscal year ended in August 2025 22 million yen Fiscal year ended in August 2024 (50) million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity capital ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of August 31, 2025	30,938	7,676	23.8	559.82
As of August 31, 2024	26,648	6,855	24.5	501.38

(Reference only) Equity: As of August 31, 2025 7,361 million yen As of August 31, 2024 6,530 million yen

(3) Consolidated cash flows

	Cash flow from operating activities	Cash flow from investment activities	Cash flow from financing activities	Cash and cash equivalents closing balance
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended in August 2025	(555)	(2,963)	1,913	5,303
Fiscal year ended in August 2024	226	(2,105)	464	6,915

2. Dividends

	Annual dividends					Total dividends (total)	Dividend payout ratio (consolidated)	Dividend on net assets ratio (consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended in August 2024	—	0.00	—	0.00	0.00	—	—	—
Fiscal year ended in August 2025	—	0.00	—	10.00	10.00	131	19.2	1.9
Fiscal year ending in August 2026 (forecast)	—	0.00	—	15.00	15.00		27.0	

Note: The fiscal year-end dividend for the fiscal year ended in August 2025 is tentative and will be determined at the Board of Directors meeting to be held on October 24, 2025.

3. Consolidated financial results forecast for the fiscal year ending in August 2026 (September 1, 2025 to August 31, 2026)

(% indicates year-over-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	93,500	10.2	1,900	30.7	1,670	26.9	730	7.0	55.51

* Notes
(1) Significant changes in the scope of consolidation during the period: Yes
Newly added: — (Company name) —
Excluded: 1 company (Company name) YONE MOTORS CORPORATION
(2) Changes in accounting policies, changes in accounting estimates, and retrospective restatements
1) Changes in accounting policies due to application of new or revised accounting standards: Yes
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatements: None
(3) Number of shares of common stock issued

1) Number of shares issued at the end of the period (including treasury shares)	As of August 31, 2025	13,744,460 shares	As of August 31, 2024	13,532,950 shares
2) Number of shares of treasury shares at the end of the period	As of August 31, 2025	594,880 shares	As of August 31, 2024	508,879 shares
3) Average number of shares of common stock during the period	Fiscal year ended in August 2025	13,112,342 shares	Fiscal year ended in August 2024	12,994,669 shares

* These financial results are not subject to audit procedures to be performed by certified public accountants or an audit firm.

* Explanation on appropriate use of financial results forecasts and other matters of note
Financial results forecasts and other forward-looking statements provided in these materials are based on information available to the Company and certain other assumptions deemed reasonable as of the date of publication of this document, and do not represent any guarantee that the Company will achieve these results. Actual financial results and other aspects of business performance may differ significantly from these forecasts owing to various factors. Please refer to “1. An overview of the business results etc. (4) Future outlook” on page 6 of the attached materials for conditions forming the basis for financial results forecasts, notes regarding the use of financial results forecasts, and other information.

■ Table of contents of the attached materials

1. An overview of the business results etc.

(1) An overview of the business results in the current fiscal year

The reuse industry in which the Company Group operates is expected to continue to grow. The size of the reuse market increased by 4.5% year on year to 3,262.8 billion yen in 2024 and is expected to reach 4 trillion yen in 2030 (source: “2025 Estimate of the Reuse Industry’s Market Size (2024 Edition)” published by The Japan Journal of Remodeling (September 2025)).
As a company whose core business is “reuse,” one of the key initiatives in creating a circular society, the Company Group aims to contribute to a sustainable society through its business activities with “Circular Design for the Earth and Us” set as its purpose. Furthermore, the Company Group aims to become a “Circular Design Company” by 2030, creating new revenue opportunities by offering a variety of options to its customers and partners and promoting the circulation of not only the goods owned by the Company Group but also those owned by its customers and partners.
In the mid-term management plan “To the Next Stage: For 2030 Revival Vision” covering the 3-year period through the fiscal year ending in August 2027, the Company Group is striving to expand its business with the basic policy of carrying out structural reforms to improve profitability and carefully selecting investments that will contribute to expanding the retail business and overseas purchasing, which have been designated as priority areas.
As a result of the business activities based on the above plan, the Company Group’s consolidated financial results for the current fiscal year were as follows.

(Unit: million yen)

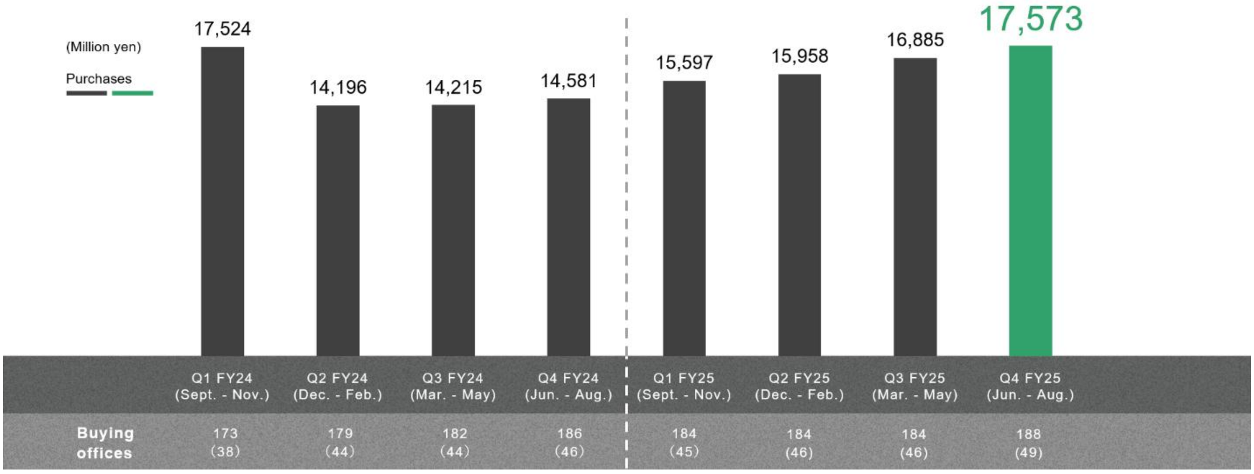
	Previous fiscal year (from September 1, 2023 to August 31, 2024)	Current fiscal year (from September 1, 2024 to August 31, 2025)	Year-on-year change	
			Amount	Percentage
Net sales	81,468	84,841	3,373	4.1%
Operating profit (loss)	(426)	1,453	1,880	—
Ordinary profit (loss)	(764)	1,315	2,079	—
Profit (loss) attributable to owners of parent	(1,709)	681	2,391	—

With regard to purchases, the Company Group continued purchases prioritizing the gross profit margin and focused on per-office efficiency. Also, the Company Group continued to focus on purchases through alliances with companies such as department stores and financial institutions. The overseas business concentrated on expansion, particularly in Asia and the Middle East, while proceeding with the scrap-and-build approach, and strived to expand purchases by strengthened web marketing. As a result of these initiatives, purchases in the current fiscal year totaled 66,014 million yen (up 5,496 million yen, or 9.1%, from the previous corresponding period).
With regard to buying office development, in the domestic business, the Company Group revised the buying office opening standards and shifted to a buying office opening strategy with an emphasis on buying office efficiency. In the overseas business, the Company Group continued efficient office development in Southeast Asia and other regions where office opening costs are low and focusing on partner buying offices. As a result, the total number of buying offices of the Company Group as a whole as of the end of the current fiscal year amounted to 139 domestic offices (excluding coorperatin offices) and 49 offices overseas.

During the fourth quarter of the current fiscal year, the Company Group conducted buying office operations emphasizing per-office efficiency, as well as continued purchases prioritizing the gross profit margin. Purchases totaled 17,573 million yen (up 2,992 million yen, or 20.5%, from the previous corresponding period), owing to the rise in bullion prices, continued strong performance in purchases through alliances, and other factors.

Quarterly trends in purchases and the number of buying offices are as follows.

Purchases and Buying Offices



* No. of buying offices includes overseas buying offices. Nos. in parentheses indicate overseas buying offices. No. of domestic coorperation offices is excluded.

Purchases reported in “1. An overview of the business results etc. (1) An overview of the business results in the current fiscal year” do not include purchases of automobiles.

With respect to selling operations, net sales for the current fiscal year amounted to 84,841 million yen (up 3,373 million yen, or 4.1%, from the previous corresponding period), largely due to the retail sales expansion through enhanced retail sales capabilities as well as the opening of new retail store and enhanced e-commerce, the bullion market remained at a high level, and the purchase expansion through contribution of alliances, despite the partial impact of U.S. tariff measures imposed in April 2025.

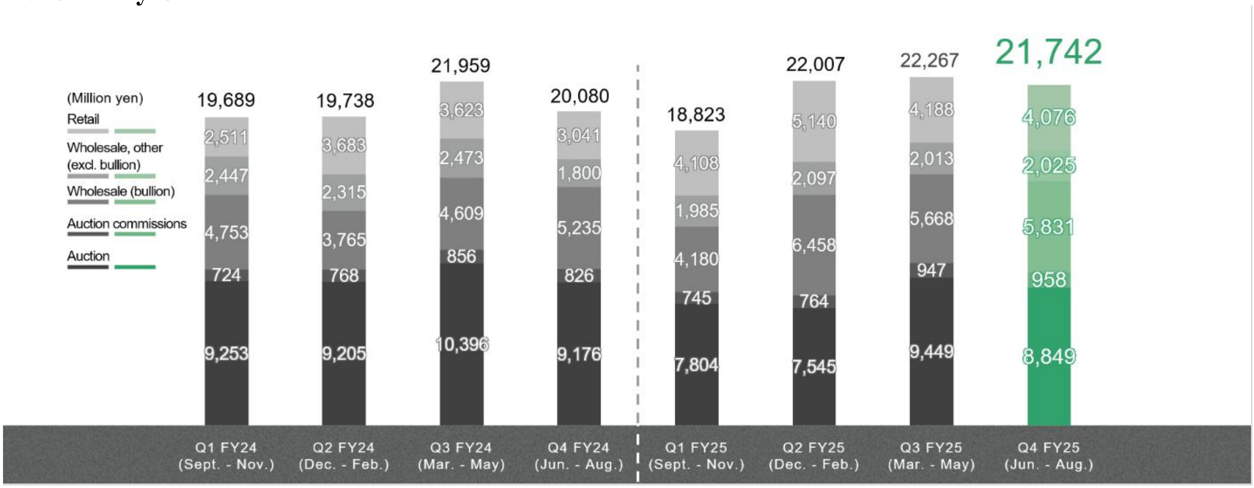
As for the auction, the Company Group opened new retail stores and aggressively allocated products to retail in response to seasonality, and purchasing appetite among overseas partners decreased due to the impact of the U.S. tariff measures during the third quarter of the current fiscal year. As a result, net sales from the auction totaled 33,648 million yen (down 4,382 million yen, or 11.5%, from the previous corresponding period) during the current fiscal year. Meanwhile, the auction consignments remained strong, and GMV of winning bids on consignments at the auctions for the current fiscal year reached a record high of 20,894 million yen (up 5,622 million yen, or 36.8%, from the previous corresponding period). In addition, net sales from auction commissions amounted to 3,416 million yen (up 239 million yen, or 7.5%, from the previous corresponding period) during the current fiscal year because of collection of membership and participation fees commenced in the third quarter of the current fiscal year.
In terms of retail, e-commerce net sales, similarly to auction net sales, were impacted by the decreased purchasing appetite among overseas customers due to the U.S. tariff measures during the third quarter of the current fiscal year. Meanwhile, operations ran stably with the five-store structure following the opening of the retail store ALLU SHINJUKU and seamless listing was fully implemented (a measure which allows products to be listed on retail e-commerce sites by taking advantage of the lead time for listing on auctions). As a result, retail net sales amounted to 17,514 million yen (up 4,654 million yen, or 36.2%, from the previous corresponding period) during the current fiscal year.
As for the wholesale (bullion), the bullion market remained strong, and purchases through alliances also contributed. As a result, net sales from wholesale (bullion) amounted to 22,139 million yen (up 3,776 million yen, or 20.6%, from the previous corresponding period) during the current fiscal year.

For the fourth quarter of the current fiscal year, the Company Group remained on a recovery track despite lingering impact of the U.S. tariff measures. In addition, while implementing initiatives toward the fiscal year ending in August 2026, such as extending the period of the seamless listing and securing inventories in a planned manner, retail net sales remained strong due to enhanced retail sales capabilities and expanded net sales from wholesale (bullion) due to the rise in bullion prices. As a result, net sales totaled 21,742 million yen (up 1,661 million yen, or 8.3%, from the previous corresponding period).
Despite being on a recovery track from the impact of the U.S. tariff measures, domestic retail store net sales and

wholesale (bullion) net sales expanded. As a result, in the fourth quarter of the current fiscal year, overseas net sales totaled 4,308 million yen (down 159 million yen, or 3.6%, from the previous corresponding period). The ratio of overseas sales to total sales was 19.8% (down 2.4 percentage points from the previous corresponding period).

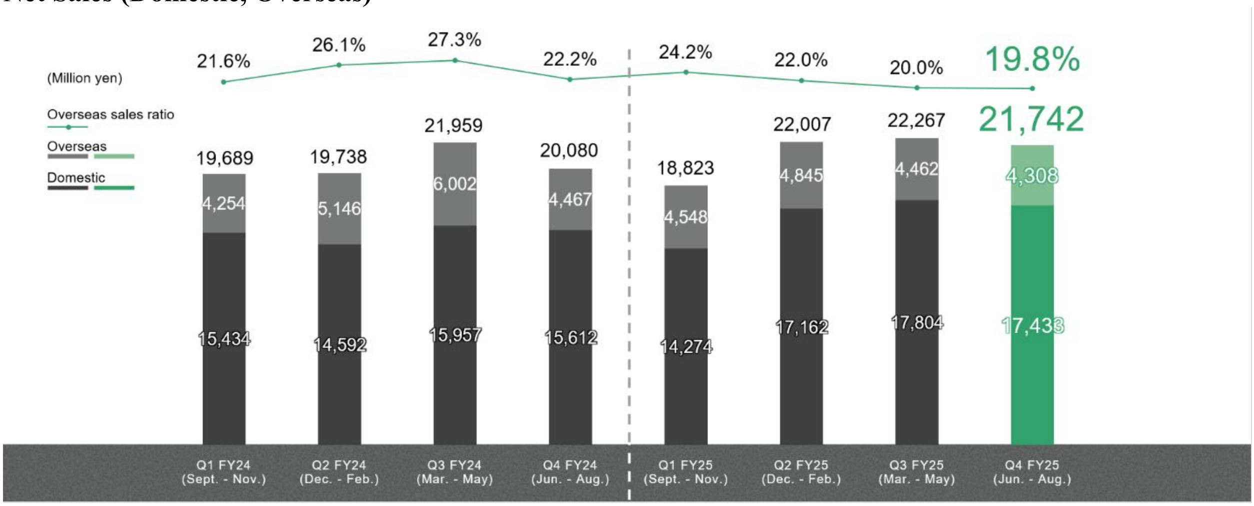
Quarterly net sales by channel and net sales (in domestic and overseas) are as follows.

Net Sales by Channel



*1 Net sales for the automobile business are included in wholesale, other (excl. bullion).
*2 From the first quarter of the current fiscal year, ALLU AUCTION net sales have been reclassified from retail to the auction and auction commissions. The same reclassification has been implemented for results for the fiscal year ended in August 2024.

Net Sales (Domestic, Overseas)



* From the first quarter of the current fiscal year, net sales to inbound customers have been reclassified from domestic to overseas. The same reclassification has been implemented for results for the fiscal year ended in August 2024.

The gross profit margin for the current fiscal year was 25.1% (up 1.2 percentage points from the previous corresponding period) largely due to the continued application of a purchase policy emphasizing the gross profit margin and the success of retail measures. However, although the business showed signs of recovery, the impact of U.S. tariff measures and the sale of lower-margin inventory resulted in a gross profit margin of 24.5% for the fourth quarter of the fiscal year (down 0.8 percentage points from the previous corresponding period).

Selling, general and administrative expenses amounted to 19,854 million yen (down 95 million yen, or 0.5%, from the previous corresponding period) during the current fiscal year. This was mainly attributable to higher personnel expenses due to new store openings and salary and bonus adjustments, as well as increases in rent and depreciation expenses associated with the opening of ALLU SHINJUKU and advance investments made for initiatives planned for the fiscal year ending August 2026. At the same time, we continued efficiency-focused business operations, particularly in marketing, and structural reforms progressed steadily, leading to improved

cost efficiency.
As a result of the above, operating profit amounted to 1,453 million yen (426 million yen operating loss in the previous corresponding period) during the current fiscal year.
In the fourth quarter of the current fiscal year, operating profit was 168 million yen (down 27 million yen, or 13.8%, from the previous corresponding period) due to the implementation of measures, such as making upfront investments for the fiscal year ending in August 2026, securing inventories in a planned manner, and extending the period of the seamless listing.

The Company Group has only one business segment—reuse business involving brand name products, antiques, works of art, and other articles. Thus, information by segment is omitted.

(2) An overview of financial conditions in the current fiscal year

(Assets)
As of the end of the current fiscal year, total current assets were 20,043 million yen, up 2,442 million yen from the end of the previous fiscal year. This was mainly due to a decrease of 1,611 million yen in cash and deposits resulting from purchases of merchandise and non-current assets, and an increase of 3,295 million yen in merchandise. Total non-current assets were 10,894 million yen, up 1,847 million yen from the end of the previous fiscal year. This was mainly due to an increase of 1,631 million yen in property, plant and equipment resulting from the opening of retail stores, purchase of the “Original Birkin” as an exhibit, and other factors, and an increase of 232 million yen in investments and other assets largely resulting from the recording of guarantee deposits and deferred tax assets mainly related to the new construction of an automobile sales and maintenance facility. As a result, total assets were 30,938 million yen, up 4,289 million yen from the end of the previous fiscal year.

(Liabilities)
Total current liabilities as of the end of the current fiscal year were 12,921 million yen, up 2,709 million yen from the end of the previous fiscal year. This was mainly due to an increase of 1,500 million yen in short-term loans payable related to purchases of merchandise. Total non-current liabilities were 10,340 million yen, up 760 million yen from the end of the previous fiscal year. This was mainly due to an increase of 876 million yen in long-term loans payable related to working capital financing. As a result, total liabilities were 23,262 million yen, up 3,469 million yen from the end of the previous fiscal year.

(Net assets)
Total net assets as of the end of the current fiscal year were 7,676 million yen, up 820 million yen from the end of the previous fiscal year. This was mainly due to an increase of 681 million yen in retained earnings resulting from the recording of profit attributable to owners of parent.

(3) Overview of cash flows in the current fiscal year

Cash and cash equivalents (“funds”) as of the end of the current fiscal year were 5,303 million yen, down 1,611 million yen from the end of the previous fiscal year.
An overview of cash flows by category in the current fiscal year and major underlying factors are presented below.

(Cash flow from operating activities)
Cash flow from operating activities in the current fiscal year was an outflow of 555 million yen (the result for the previous fiscal year was an inflow of 226 million yen), due mainly to fund increases, including 1,119 million yen in profit before income taxes, 1,440 million yen in depreciation expenses, 181 million yen in income taxes refund on the one hand, and fund decreases, including an increase of 3,274 million yen in inventories on the other hand.

(Cash flow from investment activities)
Cash flow from investment activities in the current fiscal year was an outflow of 2,963 million yen (the result for the previous fiscal year was an outflow of 2,105 million yen), due mainly to fund decreases, including 2,170 million yen in purchase of property, plant and equipment mainly for purchase of the “Original Birkin” as well as opening of new buying offices and retail stores, 656 million yen in purchase of intangible assets for development of the auction platform and other systems, and 163 million yen in payments for guarantee deposits mainly related to the new construction of an automobile sales and maintenance facility.

(Cash flow from financing activities)
Cash flow from financing activities in the current fiscal year was an inflow of 1,913 million yen (the result for the previous fiscal year was an inflow of 464 million yen), due mainly to 559 million yen in repayment of long-term loans payable and 200 million yen in redemption of bonds on the one hand, and fund increases, including an increase of 1,500 million yen in short-term loans payable and 1,400 million yen in proceeds from long-term borrowings related to purchases of merchandise on the other hand.

(4) Future outlook
The Company has established the mid-term management plan "To the Next Stage: For 2030 Revival Vision" covering the 3-year period through the fiscal year ending in August 2027. With the basic policy of implementation of structural reform for improving profitability and continuation of highly selective investments, the Company is working on expansion and strengthening of functions of its auction platform and carry out its business with the prioritized strategies of expanding retail business for the domestic business and expanding purchasing for the overseas business.
In the fiscal year ending in August 2026, which is the second year of the mid-term management plan, the Company will continue the structural reform for improving profitability. While maintaining our emphasis on gross profit margin and procurement efficiency both domestically and internationally, we plan to further enhance profitability through the expansion of auction consignments and the introduction of membership and participation fees, as well as by leveraging our B2B strengths to drive retail sales initiatives.
Based on these plans, and taking into account the latest business conditions and external environment, the Company Group's full-year financial results forecast for the fiscal year ending in August 2026 are as follows.

Net sales	93,500 million yen	(Up 10.2% from the previous fiscal year)
Operating profit	1,900 million yen	(Up 30.7% from the previous fiscal year)
Ordinary profit	1,670 million yen	(Up 26.9% from the previous fiscal year)
Profit attributable to owners of parent	730 million yen	(Up 7.0% from the previous fiscal year)

For details on the financial results forecast for the fiscal year ending in August 2026, please refer to "FY25 Financial Results" that was separately disclosed today.

2. Basic policy on selection of accounting standards
The Company Group creates consolidated financial statements in accordance with Japanese GAAP based on considerations related to comparisons between different fiscal periods and to those of other companies.
The Company Group will take appropriate action with regard to the potential future adoption of IFRS (International Financial Reporting Standards) based on a consideration of circumstances at home and abroad.

3. Consolidated financial statements and major notes

(1) Consolidated balance sheet

(Unit: thousand yen)

	Previous fiscal year (As of August 31, 2024)	Current fiscal year (As of August 31, 2025)
Assets		
Current assets		
Cash and deposits	6,916,859	5,304,975
Accounts receivable - trade	734,171	1,097,094
Merchandise	7,110,435	10,405,960
Work in process	2,897	663
Raw materials and supplies	21,384	22,326
Consumption taxes refund receivable	1,692,149	1,920,525
Other	1,722,387	1,818,956
Allowance for doubtful accounts	(599,469)	(526,968)
Total current assets	17,600,815	20,043,532
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,591,790	5,677,891
Accumulated depreciation	(1,692,077)	(2,153,126)
Buildings and structures (net)	2,899,712	3,524,765
Furniture and fixtures	1,006,022	2,471,792
Accumulated depreciation	(615,605)	(638,985)
Furniture and fixtures (net)	390,417	1,832,806
Leased assets	768,390	739,495
Accumulated depreciation	(391,435)	(464,863)
Leased assets (net)	376,954	274,632
Land	189,965	189,965
Construction in progress	362,676	20,988
Other	47,587	51,718
Accumulated depreciation	(42,797)	(38,411)
Other (net)	4,789	13,307
Total property, plant and equipment	4,224,516	5,856,466
Intangible assets		
Software	1,595,588	1,605,785
Other	213,523	186,136
Total intangible assets	1,809,112	1,791,921
Investments and other assets		
Investment securities	0	0
Shares of subsidiaries and associates	177,774	200,028
Guarantee deposits	1,941,027	2,047,341
Deferred tax assets	845,066	968,292
Other	50,437	30,784
Allowance for doubtful accounts	(125)	(20)
Total investments and other assets	3,014,181	3,246,427
Total non-current assets	9,047,809	10,894,815
Total assets	26,648,624	30,938,347

(Unit: thousand yen)

	Previous fiscal year (As of August 31, 2024)	Current fiscal year (As of August 31, 2025)
Liabilities		
Current liabilities		
Accounts payable – trade	366,983	394,651
Short-term loans payable	6,800,000	8,300,000
Current portion of bonds payable	200,000	200,000
Current portion of long-term loans payable	559,580	523,180
Lease obligations	161,801	175,315
Income taxes payable	128,822	417,399
Provision for bonuses	335,220	489,508
Asset retirement obligations	23,897	91,582
Other	1,635,977	2,329,987
Total current liabilities	10,212,282	12,921,623
Non-current liabilities		
Bonds payable	500,000	300,000
Long-term loans payable	8,013,153	8,889,973
Lease obligations	233,789	114,048
Asset retirement obligations	833,455	1,036,442
Total non-current liabilities	9,580,398	10,340,464
Total liabilities	19,792,680	23,262,088
Net assets		
Shareholders' equity		
Capital stock	1,295,404	1,373,285
Capital surplus	1,501,423	1,579,303
Retained earnings	4,234,439	4,916,381
Treasury shares	(668,488)	(668,489)
Total shareholders' equity	6,362,779	7,200,481
Accumulated other comprehensive income		
Foreign currency translation adjustment	167,341	160,922
Total accumulated other comprehensive income	167,341	160,922
Share acquisition rights	325,823	314,856
Total net assets	6,855,943	7,676,259
Total liabilities and net assets	26,648,624	30,938,347

(2) Consolidated statements of income and comprehensive income

(Consolidated statement of income)

(Unit: thousand yen)

	Previous fiscal year (from September 1, 2023 to August 31, 2024)	Current fiscal year (from September 1, 2024 to August 31, 2025)
Net sales	81,468,085	84,841,115
Cost of sales	61,944,550	63,532,312
Gross profit	19,523,535	21,308,802
Selling, general and administrative expenses	19,950,296	19,854,847
Operating profit (loss)	(426,761)	1,453,954
Non-operating income		
Interest income	1,955	7,619
Share of profit of entities accounted for using equity method	–	22,253
Foreign exchange gains	100,441	8,774
Subsidy income	4,412	1,201
Other	25,205	29,294
Total non-operating income	132,014	69,143
Non-operating expenses		
Interest expenses	113,341	188,555
Share of loss of entities accounted for using equity method	50,239	–
Provision of allowance for doubtful accounts	70,000	–
Loss on withdrawal from business	60,116	–
Other	175,934	19,007
Total non-operating expenses	469,632	207,563
Ordinary profit (loss)	(764,378)	1,315,534
Extraordinary income		
Gain from sales of fixed asset	2,955	–
Gain on reversal of share acquisition rights	–	26,722
Total extraordinary income	2,955	26,722
Extraordinary losses		
Impairment loss	756,511	103,060
Loss on retirement of fixed assets	17,913	119,948
Loss on valuation of investment securities	26,302	–
Total extraordinary losses	800,727	223,008
Profit (loss) before income taxes	(1,562,150)	1,119,249
Income taxes - current	248,125	559,737
Income taxes - deferred	(101,025)	(122,430)
Total income taxes	147,099	437,306
Profit (loss)	(1,709,250)	681,942
Profit (loss) attributable to owners of parent	(1,709,250)	681,942

(Consolidated statement of comprehensive income)

(Unit: thousand yen)

	Previous fiscal year (from September 1, 2023 to August 31, 2024)	Current fiscal year (from September 1, 2024 to August 31, 2025)
Profit (loss)	(1,709,250)	681,942
Other comprehensive income		
Foreign currency translation adjustment	(9,923)	(6,419)
Total other comprehensive income	(9,923)	(6,419)
Comprehensive income	(1,719,173)	675,523
Comprehensive income attributable to:		
Owners of parent	(1,719,173)	675,523

(3) Consolidated statement of changes in net assets

Previous fiscal year (from September 1, 2023 to August 31, 2024)

(Unit: thousand yen)

	Shareholders' equity					Accumulated other comprehensive income		Share acquisition rights	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Opening balance	1,219,780	1,425,798	6,331,587	(668,432)	8,308,733	177,264	177,264	348,268	8,834,266
Change during current fiscal year									
Issuance of new shares	75,624	75,624			151,249		-		151,249
Dividends from surplus			(387,897)		(387,897)		-		(387,897)
Loss attributable to owners of parent			(1,709,250)		(1,709,250)		-		(1,709,250)
Purchase of treasury shares				(55)	(55)		-		(55)
Change during current fiscal year other than change in shareholders' equity (net)					-	(9,923)	(9,923)	(22,445)	(32,368)
Overall change during current fiscal year	75,624	75,624	(2,097,147)	(55)	(1,945,953)	(9,923)	(9,923)	(22,445)	(1,978,322)
Closing balance	1,295,404	1,501,423	4,234,439	(668,488)	6,362,779	167,341	167,341	325,823	6,855,943

Current fiscal year (from September 1, 2024 to August 31, 2025)

(Unit: thousand yen)

	Shareholders' equity					Accumulated other comprehensive income		Share acquisition rights	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Opening balance	1,295,404	1,501,423	4,234,439	(668,488)	6,362,779	167,341	167,341	325,823	6,855,943
Change during current fiscal year									
Issuance of new shares	77,880	77,880			155,760		-		155,760
Dividends from surplus			-		-		-		-
Profit attributable to owners of parent			681,942		681,942		-		681,942
Purchase of treasury shares				(0)	(0)		-		(0)
Change during current fiscal year other than change in shareholders' equity (net)					-	(6,419)	(6,419)	(10,967)	(17,386)
Overall change during current fiscal year	77,880	77,880	681,942	(0)	837,702	(6,419)	(6,419)	(10,967)	820,315
Closing balance	1,373,285	1,579,303	4,916,381	(668,489)	7,200,481	160,922	160,922	314,856	7,676,259

(4) Consolidated cash flow statement

(Unit: thousand yen)

	Previous fiscal year (from September 1, 2023 to August 31, 2024)	Current fiscal year (from September 1, 2024 to August 31, 2025)
Cash flow from operating activities		
Profit (loss) before income taxes	(1,562,150)	1,119,249
Depreciation expenses	1,182,061	1,440,301
Goodwill amortization	72,492	–
Share-based payment expenses	122,449	163,721
Increase (decrease) in allowance for doubtful accounts	166,006	(72,103)
Increase (decrease) in provision for bonuses	18,328	153,881
Interest and dividend income	(1,955)	(7,619)
Interest expenses	113,341	188,555
Share of loss (profit) of entities accounted for using equity method	50,239	(22,253)
Subsidy income	(4,412)	(1,201)
Gain on reversal of share acquisition rights	–	(26,722)
Provision of allowance for doubtful accounts	70,000	–
Loss on withdrawal from business	60,116	–
Impairment loss	756,511	103,060
Loss on retirement of fixed assets	17,913	119,948
Loss (gain) on valuation of investment securities	26,302	–
Decrease (increase) in accounts receivable - trade	64,644	(362,922)
Decrease (increase) in inventories	512,332	(3,274,295)
Increase (decrease) in accounts payable - trade	(26,362)	27,667
Increase (decrease) in income taxes payable	(17,995)	51,076
Decrease/increase in consumption taxes receivable/payable	(49,507)	(176,087)
Other	(545,752)	372,061
Subtotal	1,024,603	(203,684)
Interest and dividend income received	1,955	6,621
Interest expenses paid	(111,301)	(187,674)
Subsidies received	4,412	1,291
Income taxes paid	(699,306)	(353,222)
Income taxes refund	6,026	181,080
Cash flow from operating activities	226,390	(555,586)
Cash flow from investment activities		
Purchase of property, plant and equipment	(887,863)	(2,170,280)
Purchase of intangible assets	(753,683)	(656,162)
Fulfillment of asset retirement obligations	(1,460)	(16,489)
Payments for guarantee deposits	(487,427)	(163,515)
Proceeds from collection of guarantee deposits	21,725	43,114
Other	3,554	–
Cash flow from investment activities	(2,105,154)	(2,963,333)

(Unit: thousand yen)

	Previous fiscal year (from September 1, 2023 to August 31, 2024)	Current fiscal year (from September 1, 2024 to August 31, 2025)
Cash flow from financing activities		
Increase (decrease) in short-term loans payable	(4,300,000)	1,500,000
Proceeds from long-term borrowings	6,800,000	1,400,000
Repayment of long-term loans payable	(1,234,539)	(559,580)
Proceeds from issuance of bonds	–	–
Redemption of bonds	(200,000)	(200,000)
Proceeds from issuance of shares	–	1,174
Purchase of treasury shares	(55)	(0)
Cash dividends paid	(387,617)	(29)
Other	(213,348)	(228,561)
Cash flow from financing activities	464,439	1,913,001
Effect of exchange rate change on cash and cash equivalents	(5,120)	(5,987)
Increase (decrease) in cash and cash equivalents	(1,419,444)	(1,611,905)
Opening balance of cash and cash equivalents	8,334,817	6,915,372
Closing balance of cash and cash equivalents	6,915,372	5,303,467

(5) Notes on quarterly consolidated financial statements

(Notes regarding going concern assumptions)

Not applicable

(Notes regarding changes in accounting policies)

The Company has adopted the Accounting Standard for Current Income Taxes (ASBJ Statement No. 27, October 28, 2022), Accounting Standard for Presentation of Comprehensive Income (ASBJ Statement No. 25, October 28, 2022) and Guidance on Accounting Standard for Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022) from the start of the current fiscal year. This has no impact on the consolidated financial statements.

(Changes in presentation)

(Consolidated statement of income)

"Commission fee," presented separately under "Non-operating expenses" in the previous fiscal year, is included in "Other" under "Non-operating expenses" from the current fiscal year in light of its reduced financial materiality. To reflect this change in presentation, consolidated financial statements for the previous fiscal year have been reclassified. As a result, 150,888 thousand yen presented in "Commission fee" under "Non-operating expenses" in the consolidated statement of income for the previous fiscal year has been reclassified into "Other" of 175,934 thousand yen.

(Notes on Segment information, etc.)

[Segment information]

The Company Group has only one business segment—reuse business involving brand name products, antiques, works of art, and other articles. Thus, information by segment is omitted.

[Relevant information]

Previous fiscal year (from September 1, 2023 to August 31, 2024)

1. Information by product and service

This information is omitted because product/service sales in a single category to nongroup customers exceed 90% of the net sales amount indicated on the consolidated statement of income.

2. Information by region

(1) Net sales

(Unit: thousand yen)

Japan	U.S.	China	Others	Total
67,107,642	6,291,553	2,772,937	5,295,952	81,468,085

(Note) Net sales are based on the location of customers and are categorized by country or region.

(2) Property, plant and equipment

(Unit: thousand yen)

Japan	China	Others	Total
3,718,671	173,239	332,605	4,224,516

3. Information by major customer

(Unit: thousand yen)

Customer name	Sales	Relevant segment name
NIHON MATERIAL Co., Ltd.	8,810,395	Reuse business involving brand name products, antiques, works of art, and other articles
NET JAPAN Co., Ltd.	8,157,309	Reuse business involving brand name products, antiques, works of art, and other articles

Current fiscal year (from September 1, 2024 to August 31, 2025)

1. Information by product and service

This information is omitted because product/service sales in a single category to nongroup customers exceed 90% of the net sales amount indicated on the consolidated statement of income.

2. Information by region

(1) Net sales

(Unit: thousand yen)

Japan	U.S.	China	Others	Total
73,671,038	3,854,833	2,585,896	4,729,347	84,841,115

(Note) Net sales are based on the location of customers and are categorized by country or region.

(2) Property, plant and equipment

(Unit: thousand yen)

Japan	China	Others	Total
5,491,292	100,826	264,347	5,856,466

3. Information by major customer

(Unit: thousand yen)

Customer name	Sales	Relevant segment name
NIHON MATERIAL Co., Ltd.	11,670,293	Reuse business involving brand name products, antiques, works of art, and other articles
NET JAPAN Co., Ltd.	8,903,320	Reuse business involving brand name products, antiques, works of art, and other articles

[Impairment losses on non-current assets by reportable segment]

Previous fiscal year (from September 1, 2023 to August 31, 2024)
The Company Group has only one business segment—reuse business involving brand name products, antiques, works of art, and other articles. Thus, information by segment is omitted.

Current fiscal year (from September 1, 2024 to August 31, 2025)
The Company Group has only one business segment—reuse business involving brand name products, antiques, works of art, and other articles. Thus, information by segment is omitted.

[Amortization and unamortized balance of goodwill by reportable segment]

Previous fiscal year (from September 1, 2023 to August 31, 2024)
The Company Group has only one business segment—reuse business involving brand name products, antiques, works of art, and other articles. Thus, information by segment is omitted.

Current fiscal year (from September 1, 2024 to August 31, 2025)
Not applicable

[Gains on negative goodwill incurred by reportable segment]

Previous fiscal year (from September 1, 2023 to August 31, 2024)
Not applicable

Current fiscal year (from September 1, 2024 to August 31, 2025)
Not applicable

(Per share information)

	Previous fiscal year (from September 1, 2023 to August 31, 2024)	Current fiscal year (from September 1, 2024 to August 31, 2025)
Net assets per share	501.38 yen	559.82 yen
Basic earnings (loss) per share	(131.53) yen	52.00 yen
Diluted earnings per share	–	51.81 yen

Notes: 1. The amount of diluted earnings per share for the previous fiscal year is not presented because the Company has recorded a loss per share, though potential shares existed.

2. The basis for calculating basic earnings (loss) per share and diluted earnings per share is as follows.

	Previous fiscal year (from September 1, 2023 to August 31, 2024)	Current fiscal year (from September 1, 2024 to August 31, 2025)
Basic earnings (loss) per share		
Profit (loss) attributable to owners of parent (thousands of yen)	(1,709,250)	681,942
Amount not attributable to ordinary shareholders (thousands of yen)	–	–
Profit (loss) attributable to owners of parent regarding ordinary shares (thousands of yen)	(1,709,250)	681,942
Average number of ordinary shares outstanding	12,994,669	13,112,342
Diluted earnings per share		
Profit adjustment attributable to owners of parent (thousands of yen)	–	–
Number of incremental ordinary shares	–	48,438
[of which those with share options are]	–	48,438
An outline of potential shares not included in the calculation of diluted earnings per share because they do not have dilutive effects	–	–

(Important subsequent events)

Not applicable