Summary of Consolidated Financial Results for the Three-month Period Ended June 30, 2025 (Japanese accounting standards)

Released: July 31, 2025

Name of listed firm:	Nojima Corporation	Listed on the Tokyo Stock Exchange
Code No.:	7419	URL: https://www.nojima.co.jp
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Scheduled start date of dividend payments: -
Supplemental materials on quarterly financial results: No
Briefing session on quarterly financial results for analysts: No

(Amounts are rounded down to the nearest million yen.)

1. Consolidated financial results for the fiscal year ended June 30, 2025 (April 1, 2025 - June 30, 2025)

(1) Consolidated results of operations

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		EBITDA		Net income attributable to shareholders of the parent company	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three-month period ended June 30, 2025	228,170	20.7	14,468	86.0	16,026	85.6	22,425	45.5	9,946	77.8
Three-month period ended June 30, 2024	189,064	10.1	7,779	49.8	8,635	50.2	15,410	33.2	5,595	68.7

Note: Comprehensive income: Three-month period ended June 30, 2025: 11,757million yen (79.8%)
Three-month period ended June 30, 2024: 6,538million yen (62.1%)

・For detailed information, including definitions and methods used to calculate indicators, see p. 2, "1. Qualitative Information on Quarterly Consolidated Financial Performance: (1) Explanation of operating results."

	Net income per share	Diluted net income per share
	Yen	Yen
Three-month period ended June 30, 2025	103.93	97.27
Three-month period ended June 30, 2024	57.33	55.77

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2025	626,449	217,438	33.7	2,202.72
As of March 31, 2025	623,810	208,307	32.4	2,110.39

Reference: Equity: As of June 30, 2025: 211,362million yen As of March 31, 2025: 202,143million yen

2. Dividends

	Dividends per share				
	End of Q1	End of Q2	End of Q3	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY ended March 2025	―	20.00	―	25.00	45.00
FY ended March 2026	―				
FY ending March 2026 (planned)		23.00	―	23.00	46.00

Note: Revisions to the most recently announced dividend forecast: No

Breakdown of the dividend for the FY ended March 2025: Regular dividend: 23.00 yen , 30th anniversary commemorative dividend for stock listing: 2.00 yen

3. Forecasts of consolidated financial results for the fiscal year ending March 2026 (April 1, 2025 - March 31, 2026)

(Percentages indicate changes from the previous year for full-year forecasts and changes from the same quarter of the previous fiscal year for quarterly forecasts)

	Net sales		Operating income		Ordinary income		EBITDA		Net income attributable to shareholders of the parent company		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Q2 (Cumulative)	440,000	11.9	26,000	30.2	28,000	30.5	39,000	11.8	18,000	26.8	187.59
Full-year	930,000	9.0	56,000	15.8	60,000	17.2	83,000	11.8	40,000	23.9	416.86

Note: Revisions to the most recently announced consolidated earnings forecast: Yes

* Notes

(1) Significant changes in subsidiaries during this period
(changes in designated subsidiaries resulting in changes in the scope of consolidation): Yes
Added: 7 company(ies) (name(s): Street Holdings Corporation and 6 other companies)
Removed: ___ company(ies) (name(s): ____________)

(2) Application of special accounting methods in the preparation of the quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

i. Changes in accounting policies due to revisions in accounting standards and other regulations: No
ii. Changes in accounting policies for reasons other than i.: No
iii. Changes in accounting estimates: No
iv. Restatement of prior period financial statements: No

(4) Number of shares issued and outstanding (common stock)

i. Number of shares issued and outstanding at the end of the period (including treasury stock)	As of June 30, 2025	102,579,232shares	As of March 2025	102,579,232shares
ii. Number of shares of treasury stock at the end of the period	As of June 30, 2025	6,624,135shares	As of March 2025	6,794,435shares
iii. Average number of shares during the period	Three-month period ended June 30, 2025	95,706,504shares	Three-month period ended June 30, 2024	97,590,584shares

Note: The number of treasury shares at the end of the period includes the Company's own stock held in ESOP trust accounts (1,187,700 shares as of June 30,2025, and 1,336,900 shares as of March 31,2025). Additionally, for the calculation of the average number of shares during the period (cumulative for the quarter), the Company's own stock held in ESOP trust accounts (1,270,746 shares for three-month period ended June 30, 2025, and 0 shares for three-month period ended June 30, 2024) is included in treasury stock subtracted from the calculation.

* Financial statements are not subject to audits by certified public accountants or auditing firms

* Explanation concerning the appropriate use of forecasts of business performance and other notes

Note on forward-looking statements:
Forecasts of business performance and other forward-looking statements in this release are based on information currently available and certain assumptions the Company deems reasonable at the time of preparation. They do not constitute a guarantee of future results. Actual results may differ materially from those of any forward-looking statements for various reasons.

○ Contents of attached documents

1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Explanation of operating results

While the Japanese economy is recovering moderately in the first quarter of the consolidated fiscal year, we must be extra vigilant about downside economic risks from U.S. trade policies, the possibility that continued price increases may affect personal consumption, and the impact of fluctuations in financial and capital markets.

Under these circumstances, the Nojima Group has committed itself to contributing to society through digital products and services, with each business leveraging synergy to provide "consulting-based sales" from the customer's perspective. In April, Street Holdings Corporation, which engages in advertising agency and digital marketing support businesses, newly joined the Group.

As a result, for the first quarter of the consolidated cumulative period, net sales were 228,170 million yen (120.7% compared to the same quarter in the previous year), operating income was 14,468 million yen (186.0% compared to the same quarter in the previous year), ordinary income was 16,026 million yen (185.6% compared to the same quarter in the previous year), and net income attributable to shareholders of the parent company was 9,946 million yen (177.8% compared to the same quarter in the previous year).

Additionally, EBITDA (*), which our Group regards as a key management indicator, reached a record high for the first quarter at 22,425 million yen (145.5% compared to the same quarter in the previous year)

(*) EBITDA = ordinary income + interest expenses + interest on bonds + depreciation + amortization of goodwill - gain or loss on equity method investment

The situation for each segment is as follows.

Following the inclusion of VAIO Corporation in the scope of consolidation in the previous fiscal year, "Product business" was added to the reporting segments.

From the current consolidated fiscal year, to more accurately evaluate the performance of each reportable segment, the "Paid satellite broadcasting business," previously included in "Other," has been reclassified. Furthermore, with the inclusion of Street Holdings Corporation and its subsidiaries in the scope of consolidation this fiscal year, "Media business" has been added to the reporting segments.

In accordance with this change, the segment information for the first quarter of the previous consolidated fiscal year has been reclassified to the new reporting segment categories.

(Operation of digital home electronics retail stores)

In the home electronics retail industry, sales trends show that lifestyle appliances like air conditioners and cooking appliances are performing well due to growing demand for high-end products. While TV sales are trending downwards, there is steady demand for high-value-added models, keeping the industry's overall sales flat.

Against this backdrop, we have continued our "consulting-based sales" tailored to customer needs. In May, we ran a "Big Trade-in Sale," and in June, an "Eco-Discount Campaign" to help customers replace home electronics amidst rising prices, which led to a significant increase in air conditioner sales.

We also prioritize employee job satisfaction and happiness, believing this leads to better customer service. In April, we implemented an additional 7,000 yen base salary increase in consideration of inflation, bringing our starting salary to an industry-leading 307,000 yen for the year. We are also investing in DX to make the shopping experience more comfortable for our customers.

Regarding our stores, we are pursuing a dominant strategy centered in Tokyo and Kanagawa prefectures, while also opening smaller stores and optimizing the floor space of existing locations to serve customers in ways that delight them.

As a result, net sales were 76,859 million yen (112.8% of the same period in the previous year), and ordinary income was 6,260 million yen (157.2% of the same period in the previous year). Both net sales and ordinary income reached record highs for the first quarter.

(Operation of mobile carrier stores)

In the mobile carrier store industry, we see moves to further expand the customer base and enhance communication and smart life services. As part of this, Docomo has launched new pricing plans, "Docomo MAX" and "Docomo Poikatsu MAX." SoftBank is promoting long-term use of its "Paytoku" plan, offering continuous benefits to customers. With au launching "au Starlink Direct," a service allowing communication outside of service areas during emergencies, the importance of smartphones has increased even further.

To expand customer contact points, we have accelerated the relocation of our stores to shopping malls. We have also leveraged our store locations by holding events in front of the shops, striving to create stores that are easy for customers to visit.

As a result, net sales were 91,061 million yen (114.0% of the same period in the previous year), and ordinary income was 6,044 million yen (368.6% of the same period in the previous year). Both net sales and ordinary income reached record highs for the first quarter.

(Internet business)

As an essential infrastructure for daily life, the role of ultra-high-speed broadband services is expanding. NIFTY Corporation aims to be the "ISP that is closest to and most inspiring for our customers." We have independently developed an application that can diagnose customers' in-home network connections. By visualizing network quality, we are promoting initiatives to provide customers with appropriate suggestions and a better internet environment.

Meanwhile, Cecile Co., Ltd. is committed to "creating products that are closely aligned with customer needs." We focus on products where the buyer and user might be different, for example, creating a men's catalog that women can enjoy browsing. We are advancing activities that resonate with, empathize with, and satisfy our customers. At the same time, we will continue our efforts to address challenges such as producing products that customers choose and optimizing inventory value.

As a result of these efforts, net sales were 18,400 million yen (105.0% of the same period in the previous year), and ordinary income was 1,821 million yen (92.7% of the same period in the previous year).

(Overseas business)

In the Southeast Asian countries where our overseas business operates, Singapore is facing a challenging market situation compared to the previous year due to rush demand from consumption tax hikes in the past two years and a special demand last April from government support for eco-product purchases. This year marks the 60th anniversary of Singapore's founding, and we are actively conducting member-exclusive events and promotional activities to celebrate.

In Malaysia, the expansion of the SST (Service and Sales Tax) has been implemented since July, raising concerns about a decrease in overall market consumption. However, we are strengthening our in-house credit services in compliance with Islamic finance and we are conducting promotional activities tailored to the region.

As a result, net sales were 19,976 million yen (102.1% of the same period in the previous year), and ordinary income was 8 million yen (compared to an ordinary loss of 88 million yen in the same period of the previous year). Net sales reached a record high for the first quarter.

(Financial business)

The USD/JPY exchange rate ended the quarter rising to the JPY 143 level, fueled by growing expectations of further interest rate cuts by the FRB due to concerns about a recession from deteriorating U.S. economic indicators. The EUR/JPY exchange rate ended the quarter falling to the JPY 169 level, as the ECB hinted at no further rate cuts and tensions in the Middle East eased with a ceasefire agreement, leading to a sell-off of the yen and a buy-in of the euro. Currencies of other major countries were generally on a weak yen trend against the yen during the first quarter.

In this environment, we have continued to promote a "Trap Repeat If Done-Global Strategy," which involves diversified investments in currency pairs that tend to form range-bound markets, such as "AUD/NZD," "EUR/GBP," "USD/CAD," and "NOK/SEK." We have also been promoting new ways to use our "Range Shift" function, which allows "Trap Repeat If Done" to follow trend markets.

As a result, net sales were 1,502 million yen (103.7% of the same period in the previous year), and ordinary income was 438 million yen (111.2% of the same period in the previous year).

(Product business)

With the end of extended support for Windows 10 in October 2025, PC replacement demand is increasing, and the PC market continues to grow. Sales of VAIO PCs are also progressing very favorably. Sales of PCs for corporate use, which account for about 90% of our revenue, have contributed significantly to this performance, with models from standard to high-end being adopted without bias, including new products. We have also expanded our contact points with new customers by exhibiting at several large-scale exhibitions like "Japan IT Week Spring" and "Interop Tokyo 2025."

In consumer PC sales, we officially began handling VAIO F16 and F14 at all Nojima stores in March 2025, which, along with new models released in June 2025, contributed to our sales.

As a result, net sales were 15,886 million yen, and ordinary income was 1,216 million yen.

(Media business)

The paid satellite broadcasting market continues to see a 4-5% annual decrease in the number of viewable households due to the spread of streaming services, intensifying the competition for viewers. AXN Co., Ltd. has been preparing for a new event scheduled for the second half of the year, aiming to strengthen original content and expand businesses related to broadcasting. In June, we integrated the AXN Group offices in Ebisu and proceeded to standardize our broadcasting business systems to build a more efficient operational structure.

Street Holdings Corporation, which joined the Group in April 2025, has a purpose to "create a world where everyone can connect directly to better things." We support our client companies' business expansion through comprehensive marketing support across television and digital platforms. In the TV domain, we launched several new sponsored TV shopping programs. In the digital domain, we strengthened each of our businesses by expanding display advertising in addition to our existing strength in AI-optimized listing ads.

As a result, net sales were 6,042 million yen (203.4% of the same period in the previous year), and ordinary income was 35 million yen (6.6% of the same period in the previous year).

(Stores in operation)

In the operation of digital home electronics retail stores, through scrap-and-build, we opened 4 new digital home electronics retail stores, bringing the total to 235 stores. We also closed 1 dedicated communication device store, for a total of 16 stores. This resulted in a combined total of 251 stores.

In the operation of mobile carrier stores, including both directly operated stores and franchise stores, through scrap-and-build, we opened 1 new store and closed or transferred 9 stores, for a total of 927 stores.

In the overseas business, through scrap-and-build, we closed 1 store, bringing the total to 113 stores.

As a result, the number of stores at the end of the first quarter of the current consolidated fiscal year is as follows.

Stores in operation

Classification		Directly operated stores	Franchises	Total
Operation of digital home electronics retail stores		251	－	251
	Digital home electronics retail stores	235	－	235
	Dedicated communications device stores	16	－	16
Operation of mobile carrier stores		643	284	927
	Carrier stores	608	281	889
	Others	35	3	38
Overseas business		113	－	113
Total		1,007	284	1,291

(2) Explanation of financial position

(Assets)

As of the end of the current first quarter of the consolidated fiscal year, total assets increased by 2,639 million yen from the end of the previous consolidated fiscal year, reaching 626,449 million yen.

The main breakdown shows a decrease of 7,391 million yen in current assets, totaling 389,284 million yen, and an increase of 10,030 million yen in fixed assets, totaling 237,164 million yen.

The primary reason for the decrease in current assets was a 17,058 million yen reduction in accounts receivable, among other factors, despite increases of 4,612 million yen in cash and deposits, 4,161 million yen in merchandise and products, and 1,604 million yen in accounts receivable-other.

The main contributors to the increase in fixed assets were a 7,201 million yen rise in goodwill, a 2,142 million yen increase in investment securities, and a 1,895 million yen increase in lease and guarantee deposits, etc., despite a 1,337 million yen decrease in contractual intangible assets.

(Liabilities)

As of the end of the current first quarter of the consolidated fiscal year, total liabilities decreased by 6,491 million yen from the end of the previous consolidated fiscal year, amounting to 409,011 million yen.

The primary breakdown shows a decrease of 9,934 million yen in current liabilities, totaling 295,268 million yen, and an increase of 3,443 million yen in fixed liabilities, totaling 113,743 million yen.

The main reasons for the decrease in current liabilities included an 8,129 million yen reduction in accrued income taxes, a 5,268 million yen decrease in electronically recorded obligations-operating, and a 2,558 million yen decrease in accounts payable-other, etc., even with a 5,869 million yen increase in short-term loans payable.

The primary factors contributing to the increase in fixed liabilities were a 3,915 million yen increase in long-term loans payable, etc., despite a 644 million yen decrease in contract liabilities.

(Net Assets)

As of the end of the current first quarter of the consolidated fiscal year, total net assets increased by 9,130 million yen from the end of the previous consolidated fiscal year, reaching 217,438 million yen, primarily due to a 7,518 million yen increase in retained earnings, among other factors.

As a result, the equity ratio improved by 1.3 % compared to the end of the previous consolidated fiscal year, reaching 33.7%.

(3) Explanation Regarding Forward-Looking Information Such as Consolidated Earnings Forecasts

The consolidated financial forecasts for the six months ending September 30,2025 and the fiscal year ending March 31,2026, as announced in the “Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2025” dated May 7, 2025, have been revised. For further details, please refer to the “Revisions of consolidated financial forecast for the six months ending September 30,2025 and the fiscal year ending March 31,2026,” released today (July 31, 2025).

2. Quarterly consolidated financial statements and main notes

(1) Consolidated balance sheet

(Million yen)

	Previous fiscal year (as of March 31, 2025)	First quarter of the current fiscal year (as of June 30, 2025)
Assets		
Current assets		
Cash and deposits	66,614	71,226
Accounts receivable	101,373	84,315
Merchandise and products	72,277	76,439
Raw materials and supplies	6,063	7,602
Programing rights	2,688	2,536
Accounts receivable-other	38,988	40,593
Segregated deposits	72,041	71,861
Trading products	23,504	21,702
Other	14,230	14,114
Allowance for doubtful accounts	-1,106	-1,106
Total current assets	396,676	389,284
Non-current assets		
Tangible non-current assets		
Buildings and structures (net)	20,997	21,290
Machinery, equipment and vehicles (net)	783	776
Tools, fixtures, and facilities (net)	4,772	5,154
Lease assets (net)	14,768	15,229
Land	16,724	16,724
Other (net)	901	849
Total tangible non-current assets	58,948	60,024
Intangible assets		
Goodwill	42,621	49,823
Software	3,526	3,844
Trademark	6,019	5,956
Contractual intangible assets	43,000	41,663
Customer-related intangible assets	9,264	9,114
Technology-related intangible assets	3,133	2,976
Other	36	97
Total intangible assets	107,602	113,476
Investments and other assets		
Investment securities	31,412	33,555
Deferred tax assets	7,570	6,598
Lease and guarantee deposits	18,621	20,516
Retirement benefit assets	259	267
Other	3,098	3,125
Allowance for doubtful accounts	-379	-399
Total investments and other assets	60,583	63,664
Total non-current assets	227,134	237,164
Total assets	623,810	626,449

(Million yen)

	Previous fiscal year (as of March 31, 2025)	First quarter of the current fiscal year (as of June 30, 2025)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	87,761	86,860
Electronically recorded obligations-operating	6,543	1,274
Short-term loans payable	11,652	17,522
Current portion of long-term loans payable	11,843	12,298
Accounts payable-other	25,983	23,425
Accrued income taxes	14,142	6,013
Accrued consumption tax	3,717	4,004
Accrued expenses	5,911	5,803
Advance received	9,209	9,517
Contract liabilities	14,869	16,364
Provision for product warranties	1,989	1,863
Reserve for points	1,424	1,569
Reserve for bonuses	4,288	2,841
Lease obligations	4,631	4,955
Guarantee deposits received	92,398	90,138
Trading products	1,415	1,358
Other	7,418	9,456
Total current liabilities	305,202	295,268
Non-current liabilities		
Long-term loans payable	46,688	50,604
Contract liabilities	18,675	18,030
Reserve for directors' retirement benefits	359	377
Retirement benefit liabilities	11,929	12,155
Deferred tax liabilities	13,118	12,849
Lease obligations	12,801	12,984
Other	6,725	6,740
Total non-current liabilities	110,299	113,743
Reserves under special laws		
Reserve for financial instruments transaction liabilities	0	—
Total Reserves under special laws	0	—
Total liabilities	415,502	409,011
Net Assets		
Shareholders' equity		
Capital stock	6,330	6,330
Capital surplus	7,734	7,705
Retained earnings	191,505	199,024
Treasury stock	-10,580	-10,470
Total shareholders' equity	194,989	202,589
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,757	5,246
Deferred gains or losses on hedges	-2	-6
Currency conversion adjustments	3,399	3,531
Total accumulated other comprehensive income	7,153	8,772
Stock acquisition rights	2,853	2,943
Non-controlling interests	3,311	3,132
Total net assets	208,307	217,438
Total liabilities and net assets	623,810	626,449

(2) Consolidated income statement and consolidated statement of comprehensive income

(For the three-month period)

(Million yen)

	Three-month period of the previous fiscal year (April 1, 2024 - June 30, 2024)	Three-month period of the current fiscal year (April 1, 2025 - June 30, 2025)
Net sales	189,064	228,170
Cost of sales	133,627	160,189
Gross profit on sales	55,437	67,981
Sales, general and administrative expenses	47,658	53,513
Operating income	7,779	14,468
Non-operating income		
Interest income	53	45
Dividend	167	639
Purchase discounts	700	700
Foreign exchange gains	—	151
Other	328	452
Total non-operating income	1,250	1,990
Non-operating expenses		
Interest expenses	248	357
Loss on equity method investment	24	4
Foreign exchange losses	22	—
Other	98	70
Total non-operating expenses	394	432
Ordinary income	8,635	16,026
Extraordinary income		
Gain on reversal of share acquisition rights	11	6
Gain on sale of non-current assets	—	0
Total extraordinary income	11	7
Extraordinary losses		
Impairment losses	2	49
Loss on store closings	57	15
Loss on sale of investment securities	—	97
Total extraordinary losses	59	162
Net income before taxes and other adjustments	8,587	15,870
Income taxes-current	2,963	5,531
Income taxes-deferred	8	200
Total income taxes	2,972	5,732
Net income	5,614	10,138
Net income attributable to shareholders of the non-controlling interests	19	191
Net income attributable to shareholders of the parent company	5,595	9,946

Consolidated statement of comprehensive income

(For the three-month period)

(Million yen)

	Three-month period of the previous fiscal year (April 1, 2024 - June 30, 2024)	Three-month period of the current fiscal year (April 1, 2025 - June 30, 2025)
Net income	5,614	10,138
Other comprehensive income		
Valuation difference on available-for-sale securities	136	1,489
Deferred gains or losses on hedges	6	-3
Currency conversion adjustments	782	132
Total other comprehensive income	924	1,618
Comprehensive income	6,538	11,757
(Breakdown)		
Comprehensive income attributable to shareholders of the parent company	6,519	11,565
Comprehensive income attributable to non-controlling interests	19	191

(3) Notes on consolidated financial statements

(Notes on going concern assumption)

Not applicable

(Significant changes in shareholders' equity)

Not applicable

(Segment information, etc.)

[Segment information]

I Three-month period of the previous fiscal year (April 1, 2024 – June 30, 2024)

1. Net sales and income (loss) by reporting segment

(Million yen)

	Reporting segment								Other (*1)	Total	Adjustments (*2)	Amount on consolidated financial statements (*3)
	Operation of digital home electronics retail stores	Operation of mobile carrier stores	Internet business	Overseas business	Financial business	Product business	Media business	Subtotal				
Net sales												
Net sales to external customers	67,482	79,312	17,418	19,559	1,448	—	2,961	188,183	881	189,064	—	189,064
Internal sales or transfers between segments	660	586	101	—	—	—	9	1,357	189	1,546	-1,546	—
Subtotal	68,143	79,898	17,519	19,559	1,448	—	2,970	189,541	1,070	190,611	-1,546	189,064
Segment income(loss)	3,981	1,640	1,965	-88	394	—	538	8,432	220	8,652	-17	8,635

Notes:

*1. The "Other" business segment consists of businesses not included in the reporting segments above. These include the shopping mall business, the sports business, the training business and the mega-solar business.

*2. Adjustments to segment income (loss) consist of companywide costs not distributed among reporting segments.

*3. Segment income(loss) is adjusted with ordinary income on the quarterly consolidated income statement.

2. Information on impairment losses on non-current assets or goodwill for each reportable segment

(Significant impairment losses on non-current assets)

The carrying amount of a group of assets that have recorded a continued loss from business activities is reduced to the recoverable amount and the reduced amount is recorded as an impairment loss under extraordinary loss.

The amount recorded in the reporting segment was 1 million yen for the operation of mobile carrier stores, and 1 million yen for the overseas business.

(Significant change in amount of goodwill)

Not applicable

II Three-month period of the current fiscal year (April 1, 2025 – June 30, 2025)

1. Net sales and income (loss) by reporting segment

(Million yen)

	Reporting segment								Other (*1)	Total	Adjustments (*2)	Amount on consolidated financial statements (*3)
	Operation of digital home electronics retail stores	Operation of mobile carrier stores	Internet business	Overseas business	Financial business	Product business	Media business	Subtotal				
Net sales												
Net sales to external customers	76,092	89,969	18,276	19,976	1,502	15,371	6,038	227,228	941	228,170	–	228,170
Internal sales or transfers between segments	767	1,092	124	–	–	514	3	2,501	184	2,686	-2,686	–
Subtotal	76,859	91,061	18,400	19,976	1,502	15,886	6,042	229,730	1,125	230,856	-2,686	228,170
Segment income	6,260	6,044	1,821	8	438	1,216	35	15,827	239	16,066	-39	16,026

Notes:

*1. The “Other” business segment consists of businesses not included in the reporting segments above. These include the shopping mall business, the sports business, the training business and the mega-solar business.

*2. Adjustments to segment income consist of companywide costs not distributed among reporting segments.

*3. Segment income is adjusted with ordinary income on the quarterly consolidated income statement.

2. Changes to Reportable Segments

With the consolidation of VAIO Corporation from the previous fiscal year, we have added a "Product business" segment to our existing reportable segments.

Starting from the current first quarter of the consolidated fiscal year, we have added a "Media business" segment to our reportable segments. This change was made to more appropriately evaluate the performance of our "Paid satellite broadcasting business," which was previously included in "Other." Additionally, this segment was added due to the consolidation of Street Holdings Corporation and its subsidiaries within the scope of consolidation for the current first quarter of the consolidated fiscal year.

Segment information for the previous first quarter's consolidated cumulative period is presented based on the revised classifications.

3. Information on impairment losses on non-current assets or goodwill for each reportable segment

(Significant impairment losses on non-current assets)

The carrying amount of a group of assets that have recorded a continued loss from business activities is reduced to the recoverable amount and the reduced amount is recorded as an impairment loss under extraordinary loss.

The amount recorded in the reporting segment was 49 million yen for the operation of digital home electronics retail stores.

(Significant change in amount of goodwill)

In the Media business, the amount of goodwill increased by 9,208 million yen due to the consolidation of Street Holdings Corporation as a subsidiary. The purchase price allocation has not been completed as of the end of the first quarter of the current consolidated fiscal year, so the provisional accounting treatment has been applied based on available and reasonable information.

(Notes on the cash flow statement)

The quarterly cash flow statement for the three-month period of the current fiscal year has not been prepared. However, depreciation expenses (including amortization of intangible fixed assets excluding goodwill) and amortization of goodwill for the three-month period are as follows.

(Million yen)

	Three-month period of the previous fiscal year (April 1, 2024 - June 30, 2024)	Three-month period of the current fiscal year (April 1, 2025 - June 30, 2025)
Depreciation	4,286	4,616
Amortization of goodwill	1,461	1,948

(Important subsequent events)
(Transfer of Shares of a Consolidated Subsidiary)

At a Board of Directors meeting held on July 14, 2025, our company resolved to transfer all of the issued shares of our consolidated subsidiary and specified subsidiary, MONEY SQUARE HOLDINGS, INC. ("MONEY SQUARE HD"), to SBI Liquidity Market Co., Ltd. and Japan Airlines Co., Ltd. through a share transfer ("the Transfer"). We have concluded a share transfer agreement for this Transfer.

Following this Transfer, MONEY SQUARE HD and its wholly-owned subsidiary, MONEY SQUARE, INC., which is also our specified subsidiary (collectively, "MONEY SQUARE GROUP"), will be excluded from the scope of our consolidation.

1. Reason for the Share Transfer

Since its founding in 2002, MONEY SQUARE GROUP has positioned itself as an "advisory fintech firm" that leverages unique technology to provide investment solutions for individuals' medium- to long-term asset management, offering valuable investment opportunities beyond the framework of other foreign exchange ("FX") margin trading companies. Since becoming a consolidated subsidiary of our company through Neusynergy Capital Management Corp. in January 2023, we have been implementing various measures to enhance enterprise value and strengthen the growth of MONEY SQUARE GROUP. These measures include leveraging group synergies, collaborating with our retail business, expanding the "Toraripi" service, operating businesses efficiently, and facilitating personnel exchanges. As a result, MONEY SQUARE GROUP has achieved remarkable business growth.

We have determined that transferring all of the shares of MONEY SQUARE HD owned by our company to SBI Liquidity Market, which has a strong presence in the FX industry, and JAL, which has a membership base of approximately 40 million through the JAL Mileage Bank, is the optimal move for MONEY SQUARE GROUP to achieve further growth and development as an "advisory fintech firm".

2. Names of the Transferees

SBI Liquidity Market Co., Ltd.
Japan Airlines Co., Ltd.

3. Timing of the Share Transfer
August 12, 2025 (scheduled)

4. Overview of the Subsidiary Subject to Transfer
(1) Name and Business Content
A　Name: MONEY SQUARE HOLDINGS, INC.
B　Business Content:
Market-making for over-the-counter foreign exchange transactions and over-the-counter foreign exchange options transactions
Brokerage, intermediary, and agency services for over-the-counter foreign exchange transactions and over-the-counter foreign exchange options transactions
Consulting related to over-the-counter foreign exchange operations
Brokerage, intermediary, and agency services for exchangetraded stock index margin transactions
Guidance and consulting related to overseas asset management,among others.

5. Number of Shares Transferred, Transfer Price, and Shareholding Status Before and After the Transition

(1) Number of shares held before the transfer	194,505 shares （Number of voting rights：194,505） （Ownership ratio：100.0%)
(2) Number of shares to be transferred	194,505 shares （Number of voting rights：194,505） （Ownership ratio：100.0%)
(3) Transfer price	Not disclosed due to a confidentiality agreement with the transferee.
(4) Number of shares held after the transfer	0 shares （Number of voting rights：0） （Ownership ratio：0%)

*Note: The company is scheduled to acquire all shares of MONEY SQUARE HD held by officers and employees (4,620 shares, 2.4%) before this share transfer

6.Future Outlook

The impact of this share transfer on the consolidated results for the full fiscal year ending March 2026 is currently being reviewed. Any necessary revisions to the earnings forecast or disclosures will be made promptly as they arise.

(Stock Options)

At a Board of Directors meeting held on July 15, 2025, our company resolved to issue stock acquisition rights as stock options without consideration and determined the specific terms of the issuance, pursuant to the provisions of Articles 236, 238, and 239 of the Companies Act, as follows.

1.Reason for Issuing Stock Acquisition Rights as Stock Options

The purpose of the issuance is to enhance the corporate value of the Nojima Group by increasing the motivation and morale of the eligible persons to contribute to improving business performance. The stock acquisition rights will be issued without consideration to appropriately achieve this purpose.

2.Outline of the Issuance of Stock Acquisition Rights

Date of issuance of stock acquisition rights	August 5, 2025
Classification and number of people to be granted※	Employees of the Company: 1,328 Directors and employees of our subsidiaries: 2,194
Number of stock acquisition rights※	30,166
Type, content, and number of shares underlying the stock acquisition rights	Common stock Number of shares constituting one unit: 100
Amount to be paid for exercising stock acquisition rights	TBD (Scheduled to be determined on August 5, 2025)
Period of exercise of stock acquisition rights	From July 16, 2028 to July 15, 2030
Price of issued shares and amount of capital incorporation in the case of issuing shares upon exercise of stock acquisition rights	TBD (Scheduled to be determined on August 5, 2025)

※The content is based on the resolution for the issuance of stock acquisition rights as of July 15, 2025.

(1) Persons receiving an allocation of stock acquisition rights

Our employees and employees of our subsidiaries approved by our Board of Directors.

Those who were eligible for, but not granted, restricted stock compensation, and are approved by our Board of Directors.

(2) Total number of stock acquisition rights

The number of shares subject to stock acquisition rights (hereinafter, "number of shares granted") shall be 100 shares of the Company's common stock per stock acquisition right. However, after the date on which the stock acquisition rights are allotted (hereinafter, "allotment date"),if the Company undertakes a stock split (this should be understood hereinafter to include the free distribution of the Company's common stock) or common stock consolidation, the number of shares granted shall be adjusted in accordance with the formula given below. This adjustment shall be made only for the number of shares granted under stock acquisition rights not yet exercised as of the time of adjustment. Any fractional shares arising from the adjustment shall be discarded.

Adjusted number of shares granted = original number of shares granted × stock split or stock consolidation ratio

In addition to the cases above, when the Company is involved in a merger, company split, stock swap, or stock transfer (hereinafter, "merger, etc."), or needs to adjust the number of shares granted for other reasons, it reserves the right to adjust the number of shares granted within reasonable limits based on the terms of the merger, etc. and other matters.

(3) Payment amount for stock acquisition rights or method of calculation

No monetary payment shall be required in exchange for the stock acquisition rights. These stock acquisition rights are granted through fair issuance as consideration for the performance of duties and do not constitute an issuance on favorable terms.

(4) Amount payable upon exercise of stock acquisition rights

The amount payable upon the exercise of one stock acquisition right shall be determined by multiplying the price payable per share that may be granted through the exercise of stock options (hereinafter, "exercise price") by the number of shares granted.

The exercise price shall be the closing price of the Company's common stock in ordinary trading on the Tokyo Stock Exchange on the allocation date (or the most recent closing price if no trading takes place on the allocation date).

The exercise price shall be adjusted after the allocation date in each of the following cases.

A. If the Company undertakes a stock split or a stock consolidation, the exercise price shall be adjusted by applying the formula indicated below, with the result rounded up to the nearest whole yen.

$$\text{Adjusted exercise price} = \text{original exercise price} \times \frac{1}{\text{stock split or stock consolidation ratio}}$$

B. If the Company issues new shares or sells treasury stock at below market value, the exercise price shall be adjusted by applying the formula indicated below, with the result rounded up to the nearest whole yen.

$$\text{Adjusted exercise price} = \text{original exercise price} \times \frac{\text{existing number of shares issued and outstanding} + \dfrac{\text{number of new shares issued} \times \text{price payable per share}}{\text{market value}}}{\text{existing number of shares issued and outstanding} + \text{number of new shares issued}}$$

In the formula above, the "existing number of shares issued and outstanding" refers to the total number of shares issued by the Company minus the number of shares of treasury stock held by the Company. In the case of the sale of treasury stock, the "number of new shares issued" above shall be read as the "number of shares of treasury stock sold."

C. Should the Company find it necessary to adjust the exercise price after the allocation date for unavoidable reasons (e.g. merger, etc.), the Company reserves the right to adjust the exercise price within reasonable limits based on the terms of the merger, etc. and other matters.

(5) Period in which stock acquisition rights may be exercised

Stock acquisition rights may be exercised for a period of two years starting on the date three years after the day after the date of the Board of Directors' resolution determining the terms of the issuance of the stock acquisition rights.

(6) Conditions for exercise of stock acquisition rights

A. A person who has been allocated stock acquisition rights (hereinafter ,"stock option holder") must be employed by the Company or a Company subsidiary at the time of exercise. However, this shall not apply if the Board of Directors recognizes a legitimate reason.

B. Stock acquisition rights may not be passed on to legal heirs.

C. A stock acquisition right must be exercised in full.

(7) Reason and conditions for the acquisition of stock acquisition rights

A. The Company may acquire stock acquisition rights gratis on a date specified separately by the Board of Directors if the general meeting of shareholders approves a proposal for a merger agreement whereby the Company is to be dissolved or a proposal for a share exchange agreement or a share transfer plan whereby the Company becomes a wholly-owned subsidiary.

B. If a stock option holder is unable to exercise the option because he or she no longer satisfies the requirements for execution under (6) above or has relinquished such right, the Company may acquire the stock acquisition rights gratis.

C. The Company may cancel the stock acquisition rights it has acquired and holds gratis at any time.

(8) Restrictions on the acquisition of stock acquisition rights through a transfer

Approval of the Company's Board of Directors is required for the acquisition of stock acquisition rights through a transfer of ownership.

(9) Increases in capital and capital reserves due to the issuance of stock through the exercise of stock acquisition rights

A. The amount of an increase in capital due to the issuance of stock through the exercise of stock acquisition rights shall be one-half of the limit for an increase in capital calculated pursuant to Article 17, Paragraph 1 of the Ordinance on Accounting of Companies, with the result rounded up to the nearest whole yen.

B. The amount of an increase in capital reserves due to the issuance of stock through the exercise of stock acquisition rights shall be the amount remaining after subtracting the increase in capital specified under A above from the limit for an increase in capital under A.

(10) Policies, etc. for the treatment of stock acquisition rights in the case of stock swap or stock transfer

If the Company is involved in a merger leading to the dissolution of the Company, an absorption-type corporate divestiture, an establishment-type corporate divestiture (in both cases, only if the Company is to be divided), or a stock swap or stock transfer (only if the Company is to become a wholly-owned subsidiary) (the term "organizational restructuring" hereafter encompasses all such events), the Company shall grant stock acquisition rights in the company described in Article 236, Paragraph 1, Item 8, A to E of the Companies Act of Japan (hereinafter, "restructured Company"), in each respective case, to stock option holders with unexercised stock acquisition rights not acquired by the Company (hereinafter, "remaining stock options") as of the date the organizational restructuring takes effect (that is, the effective date of absorption-type merger, consolidation-type merger, absorption-type corporate divestiture, establishment-type corporate divestiture, stock swap, or stock transfer). In such cases, the remaining stock options shall be cancelled, and the restructured Company shall issue new stock acquisition rights. This provision is limited to cases in which the merger agreement, new company merger agreement, absorption-type corporate divestiture agreement, establishment-type corporate divestiture plan, stock swap agreement, or stock transfer plan specifies grants of stock acquisition rights in the restructured Company in accordance with the conditions indicated below.

A. Number of stock acquisition rights in the restructured Company to be granted

The same number of stock acquisition rights as the number of remaining stock options held by each stock option holder.

B. Class of stock in the restructured Company to be issued for the purpose of issuing stock acquisition rights

The restructured Company's common stock.

C Number of shares of stock in the restructured Company to be issued for the purpose of issuing stock acquisition rights

Determined in accordance with "2. Outline of the Issuance of Stock Acquisition Rights " above, based on consideration of the terms of the organizational restructuring and other matters.

D Amount to be invested upon the exercise of stock acquisition rights

The amount to be invested upon the exercise of each stock acquisition right to be granted shall be determined by multiplying the number of shares of stock in the restructured Company to be issued for the purpose of issuing stock acquisition rights determined, as described under C above, by the adjusted exercise price, as described under “(4) Amount payable upon exercise of stock acquisition rights " C above.

E Period in which stock acquisition rights may be exercised

Stock acquisition rights may be exercised from the starting date of the period described under “(5) Period in which stock acquisition rights may be exercised” above or the effective date of the organizational restructuring, whichever is later, to the closing date of the period described under "(5) Period in which stock acquisition rights may be exercised" above.

F Increases in capital and capital reserves due to the issuance of stock through the exercise of stock acquisition rights

Determined according to "(9) Increases in capital and capital reserves due to the issuance of stock through the exercise of stock acquisition rights" above.

G Restrictions on acquisition of stock acquisition rights through transfer
Approval of the restructured Company's Board of Directors is required for the acquisition of stock acquisition rights through a transfer of ownership.

H Reasons and conditions for acquisition of stock acquisition rights
Determined according to "(7) Reasons for acquisition by the Company and conditions for cancellation of stock acquisition rights" above.

(11) Handling of warrant certificates in the event of issuance
The company shall not issue warrant certificates for these stock acquisition rights.

(Disposal of Treasury Stock as Restricted Stock Compensation)

At a Board of Directors meeting held on July 15, 2025, our company resolved to dispose of treasury stock as restricted stock compensation.

1. Overview of the Disposal for Directors and Executive Officers of the Company

(1) Date of allotment	August 14, 2025
(2) Type and number of shares to be disposed of	18,025 shares of the company's common stock
(3) Disposal Price and Total Disposal Amount	3,335 yen per share * Although the Disposal of Treasury Stock will be made without contribution as compensation, etc. to the Company’s directors and executive officers pursuant to Article 202-2 of the Companies Act, the disposal price has been set at 3,335 yen, which is the closing price of the Company’s common stock on the Prime Market of the Tokyo Stock Exchange on July 14,2025, the business day prior to the date of the Board of Directors meeting. The total amount of the disposal is 60,113,375 yen, which is the product of the disposal price and the number of shares to be disposed of.
(4) Allottees, number of allottees, and number of shares to be disposed of	11 directors of the Company: 15,321 shares 5 executive officers of the Company: 2,704 shares

2.Overview of the Disposal for Advisors of the Company and Directors, Auditors, Executive Officers, and Advisors of the Company's Subsidiaries

(1) Disposal Date	August 14, 2025
(2) Type and Number of Shares to be Disposed of	the company's common stock 11,418 shares
(3) Disposal Price	3,335 yen per share
(4) Total Disposal Amount	38,079,030yen
(5) Allottees, Number of Allottees, and Number of Shares to be Disposed of	8 advisor of the Company: 2,962 shares 11 directors of the Company’s subsidiaries: 7,314 shares 1 auditor of the Company’s subsidiary: 287 shares 3 executive officers of the Company’s subsidiaries: 586 shares 1 advisor of the Company’s subsidiary: 269 shares

3.Purpose of and Reason for the Disposal

Following a review of its executive compensation system at a Compensation Committee meeting held on May 20, 2025, the company resolved to introduce a restricted stock compensation plan for directors and executive officers of the company, advisors of the company, and directors, auditors, executive officers, and advisors of the company's subsidiaries.