

May 13, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: Shou Spirits Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 2222
 URL: <https://www.kotobukispirits.co.jp/>
 Representative: PRESIDENT
 Inquiries: Managing Director
 Telephone: +81-859-22-7477
 Scheduled date of annual general meeting of shareholders: June 24, 2025
 Scheduled date to commence dividend payments: June 25, 2025
 Scheduled date to file annual securities report: June 23, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (For Securities Analysts and Institutional Investors)

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

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	72,349	13.0	17,610	11.6	17,686	11.5	12,122	11.9
March 31, 2024	64,035	27.7	15,780	58.6	15,867	54.1	10,831	54.3

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥12,125 million [11.4%]
 For the fiscal year ended March 31, 2024: ¥10,884 million [52.8%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	78.00	-	32.2	35.9	24.3
March 31, 2024	69.61	-	35.1	38.0	24.6

Note: On October 1, 2023, the Company conducted a share split at a ratio of 5 shares per share of common shares. Therefore, "net income per share" is calculated on the assumption that the stock split occurred at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	51,980	40,085	77.1	259.67
March 31, 2024	46,510	35,223	75.7	226.38

Reference: Equity
 As of March 31, 2025: ¥40,082 million
 As of March 31, 2024: ¥35,223 million

Note: On October 1, 2023, the Company conducted a share split at a ratio of 5 shares per share of common shares. Therefore, "net assets per share" are calculated on the assumption that the stock split occurred at the beginning of the previous fiscal year.

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	13,204	(3,438)	(7,372)	25,081
March 31, 2024	10,845	(2,004)	(2,322)	22,689

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	-	0.00	-	28.00	-	4,356	40.2	14.1
Fiscal year ended March 31, 2025	-	0.00	-	32.00	32.00	4,939	41.0	13.2
Fiscal year ending March 31, 2026 (Forecast)		0.00		35.00	35.00		40.8	

Note: 1. Revision from the most recently published dividend forecast: None

Note: 2. The Company has conducted a stock split of 5 shares for each common stock as of October 1, 2023. For the fiscal year ending March 31, 2024, the amount of dividends after the stock split is described.

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 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 September 30, 2025	35,950	9.3	8,270	10.6	8,305	10.4	5,520	10.6	35.76
Fiscal year ending March 31, 2026	79,670	10.1	19,650	11.6	19,720	11.5	13,400	10.5	86.81

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: Yes
Newly included: 1 company (KMF Corporation)
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None
- (3) Number of issued shares (common shares)

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

As of March 31, 2025	155,658,402 shares
As of March 31, 2024	155,607,600 shares

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

As of March 31, 2025	1,295,797 shares
As of March 31, 2024	12,070 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	155,431,405 shares
Fiscal year ended March 31, 2024	155,595,659 shares

Note: On October 1, 2023, the Company conducted a share split at a ratio of 5 shares per share of common shares. Therefore, the "average number of shares during the period" is calculated on the assumption that the stock split occurred at the beginning of the previous fiscal year.

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	9,439	94.2	8,657	100.9	8,720	98.3	8,247	103.3
March 31, 2024	4,861	103.1	4,309	133.1	4,396	126.0	4,057	156.9

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	53.06	-
March 31, 2024	26.08	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	21,350	11,451	53.6	74.18
March 31, 2024	17,955	10,469	58.3	67.28

Reference: Equity

As of March 31, 2025: ¥11,451 million

As of March 31, 2024: ¥10,469 million

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may differ due to a variety of factors. For the conditions on which earnings forecasts are predicated and precautions for using earnings forecasts, please refer to "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

(How to obtain supplementary explanatory materials for financial results)

Supplementary financial results materials will be disclosed on TDnet on the same day and posted on the Company's website.

(Changing the display unit of the amount)

The amounts of items and other matters displayed in the Company's consolidated financial statements were previously stated in units of 1 thousand yen, but have been changed to in units of 1,000 thousand yen from the current fiscal year. In order to facilitate comparison, the previous fiscal year has also been changed to millions of yen.

Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	23,689	26,081
Notes and accounts receivable - trade	7,015	7,400
Merchandise and finished goods	2,403	2,882
Work in process	101	155
Raw materials and supplies	797	913
Other	400	216
Allowance for doubtful accounts	(0)	(0)
Total current assets	34,408	37,649
Non-current assets		
Property, plant and equipment		
Buildings and structures	12,318	13,653
Accumulated depreciation	(8,431)	(8,672)
Buildings and structures, net	3,886	4,980
Machinery, equipment and vehicles	7,961	9,058
Accumulated depreciation	(5,940)	(6,124)
Machinery, equipment and vehicles, net	2,020	2,934
Tools, furniture and fixtures	2,202	2,315
Accumulated depreciation	(1,823)	(1,889)
Tools, furniture and fixtures, net	379	425
Land	2,800	3,026
Leased assets	17	26
Accumulated depreciation	(10)	(15)
Leased assets, net	7	11
Construction in progress	370	141
Total property, plant and equipment	9,465	11,520
Intangible assets		
Other	82	108
Total intangible assets	82	108
Investments and other assets		
Investment securities	211	211
Deferred tax assets	1,557	1,588
Other	794	907
Allowance for doubtful accounts	(9)	(5)
Total investments and other assets	2,554	2,702
Total non-current assets	12,102	14,331
Total assets	46,510	51,980

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,704	2,169
Current portion of long-term borrowings	-	300
Accounts payable - other	1,660	1,575
Income taxes payable	3,022	3,327
Provision for bonuses	1,137	1,222
Other	1,299	1,141
Total current liabilities	8,824	9,735
Non-current liabilities		
Long-term borrowings	300	-
Retirement benefit liability	1,950	1,916
Asset retirement obligations	82	108
Deferred tax liabilities	8	8
Other	121	125
Total non-current liabilities	2,462	2,158
Total liabilities	11,287	11,894
Net assets		
Shareholders' equity		
Share capital	1,217	1,263
Capital surplus	1,323	1,368
Retained earnings	32,508	40,274
Treasury shares	(6)	(3,006)
Total shareholders' equity	35,042	39,900
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	55	54
Foreign currency translation adjustment	49	25
Remeasurements of defined benefit plans	75	101
Total accumulated other comprehensive income	180	182
Non-controlling interests	-	2
Total net assets	35,223	40,085
Total liabilities and net assets	46,510	51,980

Consolidated statement of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	64,035	72,349
Cost of sales	24,231	27,544
Gross profit	39,804	44,804
Selling, general and administrative expenses	24,023	27,193
Operating profit	15,780	17,610
Non-operating income		
Interest income	1	4
Dividend income	5	6
Purchase discounts	0	0
Rental income from land and buildings	50	49
Other	37	37
Total non-operating income	96	98
Non-operating expenses		
Interest expenses	0	-
Commission for purchase of treasury shares	-	11
Depreciation	1	2
Other	7	8
Total non-operating expenses	9	22
Ordinary profit	15,867	17,686
Extraordinary income		
Gain on sale of non-current assets	0	0
Gain on sale of investment securities	-	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on retirement of non-current assets	7	26
Impairment losses	198	20
Total extraordinary losses	205	46
Profit before income taxes	15,662	17,641
Income taxes - current	4,964	5,566
Income taxes - deferred	(133)	(48)
Total income taxes	4,831	5,518
Profit	10,831	12,122
Loss attributable to non-controlling interests	-	(0)
Profit attributable to owners of parent	10,831	12,122

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	10,831	12,122
Other comprehensive income		
Valuation difference on available-for-sale securities	40	(0)
Foreign currency translation adjustment	18	(23)
Remeasurements of defined benefit plans, net of tax	(4)	26
Total other comprehensive income	53	2
Comprehensive income	10,884	12,125
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	10,884	12,125
Comprehensive income attributable to non-controlling interests	-	(0)

Consolidated statement of changes in equity

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,217	1,323	23,855	(5)	26,390
Issuance of restricted shares					
Dividends of surplus			(2,178)		(2,178)
Profit (loss) attributable to owners of parent			10,831		10,831
Purchase of treasury shares				(0)	(0)
Increase in consolidated subsidiaries - non-controlling interests					
Net changes in items other than shareholders' equity					
Total changes during period	-	-	8,652	(0)	8,652
Balance at end of period	1,217	1,323	32,508	(6)	35,042

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	14	31	80	126	-	26,517
Issuance of restricted shares						
Dividends of surplus						(2,178)
Profit (loss) attributable to owners of parent						10,831
Purchase of treasury shares						(0)
Increase in consolidated subsidiaries - non-controlling interests						
Net changes in items other than shareholders' equity	40	18	(4)	53		53
Total changes during period	40	18	(4)	53		8,705
Balance at end of period	55	49	75	180	-	35,223

Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,217	1,323	32,508	(6)	35,042
Issuance of restricted shares	45	45			90
Dividends of surplus			(4,356)		(4,356)
Profit (loss) attributable to owners of parent			12,122		12,122
Purchase of treasury shares				(2,999)	(2,999)
Increase in consolidated subsidiaries - non-controlling interests					
Net changes in items other than shareholders' equity					
Total changes during period	45	45	7,766	(2,999)	4,857
Balance at end of period	1,263	1,368	40,274	(3,006)	39,900

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	55	49	75	180	-	35,223
Issuance of restricted shares						90
Dividends of surplus						(4,356)
Profit (loss) attributable to owners of parent						12,122
Purchase of treasury shares						(2,999)
Increase in consolidated subsidiaries - non-controlling interests					3	3
Net changes in items other than shareholders' equity	(0)	(23)	26	2	(0)	2
Total changes during period	(0)	(23)	26	2	2	4,862
Balance at end of period	54	25	101	182	2	40,085

Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	15,662	17,641
Depreciation	1,164	1,462
Impairment losses	198	20
Increase (decrease) in allowance for doubtful accounts	3	(4)
Share-based payment expenses	-	65
Increase (decrease) in provision for bonuses	205	84
Increase (decrease) in retirement benefit liability	93	5
Interest and dividend income	(7)	(10)
Interest expenses	0	-
Commission for purchase of treasury shares	-	11
Loss (gain) on sale of investment securities	-	(0)
Loss (gain) on sale of non-current assets	(0)	(0)
Loss on retirement of non-current assets	7	26
Subsidy income	(4)	-
Decrease (increase) in trade receivables	(937)	(386)
Decrease (increase) in inventories	(1,005)	(650)
Decrease (increase) in other current assets	(36)	7
Increase (decrease) in trade payables	139	465
Increase (decrease) in other current liabilities	411	(269)
Increase (decrease) in other non-current liabilities	0	0
Increase (decrease) in accrued consumption taxes	(199)	(198)
Other, net	(1)	(13)
Subtotal	15,695	18,256
Interest and dividends received	7	10
Interest paid	(0)	-
Subsidies received	4	-
Income taxes paid	(4,861)	(5,062)
Net cash provided by (used in) operating activities	10,845	13,204

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from investing activities		
Payments into time deposits	-	(1,000)
Proceeds from withdrawal of time deposits	-	1,000
Proceeds from sale of investment securities	-	0
Purchase of property, plant and equipment	(1,872)	(3,124)
Proceeds from sale of property, plant and equipment	11	30
Purchase of intangible assets	(20)	(63)
Payments of leasehold and guarantee deposits	(36)	(57)
Proceeds from refund of leasehold and guarantee deposits	42	23
Net cash provided by (used in) investing	(128)	(171)
Payments for asset retirement obligations	-	(76)
Net cash provided by (used in) investing activities	(2,004)	(3,438)
Cash flows from financing activities		
Repayments of long-term borrowings	(140)	-
Repayments of finance lease liabilities	(3)	(4)
Purchase of treasury shares	(0)	(3,011)
Dividends paid	(2,178)	(4,356)
Net cash provided by (used in) financing activities	(2,322)	(7,372)
Effect of exchange rate change on cash and cash equivalents	9	(5)
Net increase (decrease) in cash and cash equivalents	6,527	2,388
Cash and cash equivalents at beginning of period	16,162	22,689
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	-	3
Cash and cash equivalents at end of period	22,689	25,081

(Notes on segment information, etc.)

Segment Information

1. Overview of Reporting Segments

The Company's reporting segments are those of the constituent units of the Group for which segregated financial information is available and are subject to periodic review by the Board of Directors in order to determine the allocation of management resources and evaluate operating results.

The Group's main business is the manufacture and sale of confectionery products, and as a pure holding company, the Company has decision-making functions, such as the formulation of management policies and medium-term management plans for the entire Group, and each subsidiary develops its business activities as an independent management unit based on its basic policies.

Therefore, the Group classifies its reporting segments by subsidiary.

Of the subsidiaries, nine sales subsidiaries have been consolidated into a single reporting segment based on the aggregation criteria of the management approach.

2. Method of calculating the amount of sales, profits or losses, assets, liabilities and other items for each reporting segment

The method of accounting for the reported business segments is generally the same as described in the "Fundamental Important Matters for the Preparation of Consolidated Financial Statements".

Profit in the reporting segment is a figure based on operating income.

Internal revenues and transfers between segments are based on prevailing market prices.

3. Information on the amount of sales, profits or losses, assets, liabilities, and other items for each reporting segment.

The previous fiscal year (April 1, 2023 to March 31, 2024)

(in millions of yen)

	Reportable segments					
	Sucrey	KCC	Kotobukiseika tajimakotobuki	sales subsidiary	Kujyukushima Group	Total
Sales						
Revenues from external customers	26,060	17,501	8,669	6,841	4,220	63,294
Transactions with other segments	395	551	4,164	115	2,162	7,389
Total	26,455	18,052	12,834	6,957	6,382	70,683
Segment profit	5,843	3,818	2,776	889	783	14,111
Segment Assets	11,713	12,125	11,378	3,239	3,188	41,645
Other items						
Depreciation	371	327	288	31	128	1,147
Increase in property, plant and equipment and intangible assets	485	348	404	22	681	1,942

	Other (Note) 1	Total	Adjustment amount (Note) 2	Amount recorded in consolidated financial statements (Note)3
Sales				
Revenues from external customers	741	64,035	-	64,035
Transactions with other segments	2	7,391	(7,391)	-
Total	743	71,427	(7,391)	64,035
Segment profit	87	14,198	1,582	15,780
Segment Assets	222	41,868	4,642	46,510
Other items				
Depreciation	11	1,159	5	1,164
Increase in property, plant and equipment and intangible assets	-	1,942	-	1,942

Note: 1. The "Other" category is a business segment that is not included in the reporting segments, and includes the non-life insurance agency business, the health food business, and the confectionery business overseas (Taiwan).

2. The 1,582 million yen adjustment in segment profit consists of 2,110 million yen in the elimination of internal transactions between the Company and segments, 45 million yen in the elimination of inter-segment transactions, (10) million yen in inventory adjustments, and (563) million yen in company-wide expenses that have not been allocated to each reporting segment. Company-wide expenses are mainly related to group management at the submitting company.

The 4,642 million yen adjustment for segment assets consists of (8,510) million yen of offset of receivables and liabilities between the Company and segments, (996) million yen of offset of receivables and liabilities between segments, (63) million yen of adjustment of inventories, and 14,212 million yen of company-wide assets that have not been allocated to each reporting segment. Company-wide assets are mainly owned by the submitting company.

The amount of depreciation and amortization adjusted is 5 million yen for depreciation and amortization related to company-wide assets.

3. Segment profit is adjusted to operating income in consolidated financial statements.

4. The amount of segment liabilities is not provided or used regularly by the Board of Directors of the Company.

The current fiscal year (April 1, 2024 to March 31, 2025)

(in millions of yen)

	Reportable segments					
	Sucrey	KCC	Kotobukiseika tajimakotobuki	sales subsidiary	Kujyukushima Group	Total
Sales						
Revenues from external customers	29,174	21,026	9,881	7,087	4,487	71,657
Transactions with other segments	920	456	4,663	140	1,876	8,057
Total	30,095	21,482	14,545	7,227	6,363	79,715
Segment profit	6,314	5,024	3,240	946	388	15,914
Segment Assets	13,060	14,121	12,129	3,521	3,112	45,945
Other items						
Depreciation	476	336	330	28	283	1,455
Increase in property, plant and equipment and intangible assets	1,979	467	509	16	548	3,521

	Other (Note) 1	Total	Adjustment amount (Note) 2	Amount recorded in consolidated financial statements (Note)3
Sales				
Revenues from external customers	691	72,349	-	72,349
Transactions with other segments	0	8,058	(8,058)	-
Total	692	80,407	(8,058)	72,349
Segment profit	55	15,970	1,640	17,610
Segment Assets	235	46,180	5,800	51,980
Other items				
Depreciation	1	1,456	5	1,462
Increase in property, plant and equipment and intangible assets	-	3,521	0	3,521

Note: 1. The "Other" category is a business segment that is not included in the reporting segments, and includes the non-life insurance agency business, the health food business, and the confectionery business overseas (Taiwan). In addition, in the current fiscal year, the Company's consolidated subsidiary, Jusei Confectionery Co., Ltd., established KMF Co., Ltd. as a joint venture with Miyakojima Snow Salt Co., Ltd. (formerly Paradise Plan Co., Ltd.), so it is included in the scope of consolidation. Although these consolidated subsidiaries are included in the category of "Ju Seika and Tajimaju", the impact on the consolidated financial statements for the current fiscal year is minor.

2. The 1,640 million yen adjustment in segment profit consists of 2,375 million yen in the elimination of internal transactions between the Company and segments, 128 million yen in the elimination of inter-segment transactions, (70) million yen in inventory adjustments, and (794) million yen in company-wide expenses that have not been allocated to each reporting segment. Company-wide expenses are mainly related to group management at the submitting company.

The 5,800 million yen adjustment for segment assets consists of (10,639) million yen of offset of receivables and liabilities between the Company and segments, (1,034) million yen of offset of receivables and liabilities between segments, (111) million yen of adjustment of inventories, and 17,587 million yen of company-wide assets that have not been allocated to each reporting segment. Company-wide assets are mainly owned by the submitting company.

The amount of depreciation and amortization adjusted is 5 million yen for depreciation and amortization related to company-wide assets.

3. Segment profit is adjusted to operating income in consolidated financial statements.

4. The amount of segment liabilities is not provided or used regularly by the Board of Directors of the Company.

Related Information

The previous fiscal year (April 1, 2023 to March 31, 2024)

1. Product and Service Information

Revenue to external customers in a single product or service segment exceeds 90% of sales in the consolidated statements of income, so the description is omitted.

2. Regional Information

(1) Net sales

This is omitted because sales to external customers in Japan exceed 90% of sales in the consolidated statements of income.

(2) Property, plant and equipment

The amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet, so the description is omitted.

3. Information per main customer

None of the sales to external customers in the main customer segment account for more than 10% of the sales in the consolidated statements of income in the consolidated statements of operations, so the description is omitted.

The current fiscal year (April 1, 2024 to March 31, 2025)

1. Product and Service Information

Revenue to external customers in a single product or service segment exceeds 90% of sales in the consolidated statements of income, so the description is omitted.

2. Regional Information

(1) Net sales

This is omitted because sales to external customers in Japan exceed 90% of sales in the consolidated statements of income.

(2) Property, plant and equipment

The amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet, so the description is omitted.

3. Information per main customer

None of the sales to external customers in the main customer segment account for more than 10% of the sales in the consolidated statements of income in the consolidated statements of operations, so the description is omitted.

Information on impairment losses on fixed assets by reporting segment
The previous fiscal year (April 1, 2023 to March 31, 2024)

(in millions of yen)

	Sucrey	KCC	Kotobukiseika tajimakotobuki	sales subsidiary	Kujyukushima Group	Other	Company-wide and others	Total
Impairment losses	-	-	-	-	198	-	-	198

The current fiscal year (April 1, 2024 to March 31, 2025)

(in millions of yen)

	Sucrey	KCC	Kotobukiseika tajimakotobuki	sales subsidiary	Kujyukushima Group	Other	Company-wide and others	Total
Impairment losses	2	1	-	15	-	-	-	20

Information on amortization and unamortized balances of goodwill by reporting segment
Not applicable.

Information on Negative Goodwill Accrual Gains by Reporting Segment
Not applicable.