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Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]



July 31, 2025

Company name: Yellow Hat Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 9882

URL: <https://www.yellowhat.jp/>

Representative: Akio Kimura, Representative Director and President

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Scheduled date of commencing dividend payments: –

Availability of supplementary explanatory materials on financial results: Available

Schedule of financial results briefing session: Not scheduled

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 – June 30, 2025)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent
Three months ended June 30, 2025	Million yen 40,288	Million yen 3,504	Million yen 3,870	Million yen 2,677
June 30, 2024	16.2	12.4	11.8	18.7
	34,672	3,117	(4.6)	2,256
	1.1	(4.6)	(3.0)	(6.5)

(Note) Comprehensive income: Three months ended June 30, 2025: ¥2,568 million [3.6%]

Three months ended June 30, 2024: ¥2,478 million [(19.5)%]

	Basic earnings per share	Diluted earnings per share
Three months ended June 30, 2025	Yen 30.33	Yen 30.23
June 30, 2024	24.40	24.32

(Note) The Company conducted a two-for-one split of its common shares, effective April 1, 2025. The basic earnings per share and the diluted earnings per share have been calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
As of June 30, 2025	Million yen 180,180	Million yen 119,132	% 66.0	Yen 1,353.58
As of March 31, 2025	185,535	120,594	64.9	1,358.58

(Reference) Equity: As of June 30, 2025: ¥118,983 million

As of March 31, 2025: ¥120,446 million

(Note) The Company conducted a two-for-one split of its common shares, effective April 1, 2025. The net assets per share have been calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2025	Yen —	Yen 35.00	Yen —	Yen 65.00	Yen 100.00
Fiscal year ending March 31, 2026	—				
Fiscal year ending March 31, 2026 (Forecast)		29.00	—	29.00	58.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) The Company conducted a two-for-one split of its common shares, effective April 1, 2025. The actual dividend amounts for the fiscal year ended March 31, 2025 are presented based on pre-stock split figures. The forecast for the fiscal year ending March 31, 2026 presents post-stock split figures.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 - March 31, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share				
First half	Million yen 77,000	% 11.1	Million yen 5,500	% 2.7	Million yen 6,100	% 3.0	Million yen 4,000	% 0.8	Yen 45.12
Full year	170,000	10.3	15,900	2.9	17,200	2.1	11,400	1.2	128.59

(Note) Revision to the performance forecast announced most recently: No

(Note) While the Company resolved to acquire treasury shares at the Board of Directors meeting held on May 9, 2025, this impact has not been factored into the basic earnings per share in the consolidated financial results forecast.

* Notes:

- (1) Significant changes in the scope of consolidation during the period under review: None
- (2) Application of special accounting methods for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):
 - June 30, 2025: 89,157,092 shares
 - March 31, 2025: 95,987,092 shares
 - 2) Total number of treasury shares at the end of the period:
 - June 30, 2025: 1,253,812 shares
 - March 31, 2025: 7,331,082 shares
 - 3) Average number of shares outstanding during the period:
 - Three months ended June 30, 2025: 88,275,013 shares
 - Three months ended June 30, 2024: 92,460,648 shares

(Note) The Company conducted a two-for-one split of its common shares, effective April 1, 2025. The total number of issued shares at the end of the year, the total number of treasury shares at the end of the year, and the average number of shares outstanding during the year have been calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: Yes (voluntary)

* Explanation of the proper use of financial results forecast and other notes

(Cautionary note on forward-looking statements, etc.)

Financial results forecast and other forward-looking statements included in this material are based on the information currently available to the Company and certain assumptions deemed reasonable, and the Company does not in any way guarantee the achievement of the projections. Actual results may differ significantly due to various factors. For the assumptions for financial results forecast and precautions for using financial results forecasts, please refer to “1. Overview of Operating Results, etc. (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 3 of the attachments.

(How to obtain supplementary explanatory materials on consolidated financial results)

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

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	31,251	25,961
Notes and accounts receivable - trade	9,079	7,405
Inventories	29,303	31,361
Other	7,162	6,083
Allowance for doubtful accounts	(8)	(3)
Total current assets	76,789	70,807
Non-current assets		
Property, plant and equipment		
Buildings and structures	59,022	59,579
Accumulated depreciation	(29,046)	(29,284)
Buildings and structures, net	29,975	30,294
Land	43,490	43,206
Other	16,206	17,278
Accumulated depreciation	(8,127)	(8,310)
Other, net	8,078	8,968
Total property, plant and equipment	81,545	82,469
Intangible assets		
Goodwill	2,426	2,382
Software	1,074	1,071
Other	462	461
Total intangible assets	3,963	3,915
Investments and other assets		
Investment securities	11,341	11,157
Leasehold deposits	7,473	7,442
Other	4,695	4,662
Allowance for doubtful accounts	(272)	(275)
Total investments and other assets	23,237	22,987
Total non-current assets	108,746	109,372
Total assets	185,535	180,180

(Million yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,199	7,861
Short-term borrowings	35,000	35,000
Income taxes payable	2,996	1,383
Contract liabilities	1,673	1,563
Provision for bonuses	1,484	2,082
Other	8,475	7,214
Total current liabilities	58,827	55,105
Non-current liabilities		
Retirement benefit liability	115	120
Lease liabilities	44	38
Asset retirement obligations	3,572	3,600
Other	2,380	2,183
Total non-current liabilities	6,112	5,942
Total liabilities	64,940	61,047
Net assets		
Shareholders' equity		
Share capital	15,072	15,072
Capital surplus	9,085	9,085
Retained earnings	97,870	92,985
Treasury shares	(4,697)	(1,165)
Total shareholders' equity	117,330	115,978
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,893	4,767
Revaluation reserve for land	(1,907)	(1,907)
Foreign currency translation adjustment	121	109
Remeasurements of defined benefit plans	7	36
Total accumulated other comprehensive income	3,115	3,005
Share acquisition rights	147	147
Non-controlling interests	1	1
Total net assets	120,594	119,132
Total liabilities and net assets	185,535	180,180

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	34,672	40,288
Cost of sales	19,103	21,994
Gross profit	15,568	18,293
Selling, general and administrative expenses	12,450	14,789
Operating profit	3,117	3,504
Non-operating income		
Interest income	8	7
Dividend income	86	108
Commission income	91	115
Share of profit of entities accounted for using equity method	38	31
Reversal of allowance for doubtful accounts	-	1
Other	134	151
Total non-operating income	358	416
Non-operating expenses		
Interest expenses	0	20
Other	11	30
Total non-operating expenses	12	51
Ordinary profit	3,463	3,870
Extraordinary income		
Gain on sale of non-current assets	0	51
Total extraordinary income	0	51
Extraordinary losses		
Loss on sale of non-current assets	0	0
Loss on retirement of non-current assets	0	0
Total extraordinary losses	1	1
Profit before income taxes	3,462	3,920
Income taxes - current	1,108	1,255
Income taxes - deferred	98	(11)
Total income taxes	1,206	1,243
Profit	2,256	2,677
Loss attributable to non-controlling interests	(0)	(0)
Profit attributable to owners of parent	2,256	2,677

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit	2,256	2,677
Other comprehensive income		
Valuation difference on available-for-sale securities	207	(125)
Remeasurements of defined benefit plans, net of tax	(0)	(0)
Share of other comprehensive income of entities accounted for using equity method	15	16
Total other comprehensive income	222	(109)
Comprehensive income	2,478	2,568
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,478	2,568
Comprehensive income attributable to non-controlling interests	(0)	(0)