

# Consolidated Financial Results for the Three Months Ended June 30, 2025 (Based on Japanese GAAP)



August 5, 2025

Company name: **Axial Retailing Inc.**  
 Stock exchange listings: Tokyo, Prime  
 Securities code: 8255  
 URL: <https://www.axial-r.com/>  
 Representative: Kazuhiko Hara, President and Representative Director, CEO  
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 Scheduled date to commence dividend payments: None  
 Preparation of supplementary material on financial results: None  
 Holding of financial results briefing: None

(Amounts less than one million yen are rounded down)

## 1. Consolidated financial results for the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

### (1) Consolidated operating results (cumulative)

(% change YoY)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	71,244	7.1	2,749	3.6	2,835	2.5	1,919	2.5
June 30, 2024	66,522	4.3	2,655	-6.0	2,767	-4.2	1,873	-3.9

Note: Comprehensive income

Three months ended June 30, 2025: 1,976 million yen [3.2%]

Three months ended June 30, 2024: 1,915 million yen [-3.9%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	21.62	—
June 30, 2024	20.69	—

### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	134,621	88,602	65.8
March 31, 2025	135,296	89,294	66.0

Reference: Net assets attributable to owners of parent

As of June 30, 2025: 88,602 million yen

As of March 31, 2025: 89,294 million yen

## 2. Cash Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year	Yen	Yen	Yen	Yen	Yen
Ended March 31, 2025	—	11.00	—	16.00	27.00
Ending March 31, 2026	—				
Ending March 31, 2026 (Forecast)		13.00	—	16.00	29.00

Note: Revision of cash dividend forecast for this period: None

**3. Consolidated financial forecast for the fiscal year ending March 31, 2026  
(from April 1, 2025 to March 31, 2026)**

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	(% change YoY)	Millions of yen	(% change YoY)	Millions of yen	(% change YoY)	Millions of yen	(% change YoY)	Yen
Six months ending September 30, 2025	141,000	2.3	5,100	-12.3	5,200	-12.4	3,500	-12.5	39.51
Fiscal year Ending March 31, 2026	286,000	1.5	11,400	-5.5	12,000	-5.6	8,200	-9.0	92.51

Note: Change from the latest released earnings forecasts: None

**Notes:**

1. Significant changes in the scope of consolidation during the period: None
2. Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None
3. Changes in accounting policies, accounting estimates and retrospective restatement
  - 3.1. Changes in accounting policies due to revisions to accounting standards and other regulations: None
  - 3.2. Changes in accounting policies due to other reasons: None
  - 3.3. Changes in accounting estimates: None
  - 3.4. Restatement: None
4. Number of issued shares (common stock)
  - 4.1. Total number of issued shares at the end of the period (including treasury shares)
    - As of June 30, 2025: 93,552,156 shares
    - As of March 31, 2025: 93,552,156 shares
  - 4.2. Number of treasury shares at the end of the period
    - As of June 30, 2025: 4,964,600 shares
    - As of March 31, 2025: 3,804,784 shares
  - 4.3. Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)
    - Three months ended June 30, 2025: 88,776,402 shares
    - Three months ended June 30, 2024: 90,532,410 shares

**Cautions:**

1. Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None
2. Explanation relating to the appropriate use of earnings forecasts, and other noteworthy items  
Forward-looking statements in this earnings release, such as forecasts of results of operations, are based on the information currently available and certain assumptions that we regard as reasonable and therefore actual results may differ materially from those contained in or suggested by any forward-looking statements.
3. This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Statements  
1 Consolidated Balance Sheet

(Yen million)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	21,887	22,290
Notes and accounts receivable – trade	7,224	6,736
Lease investment assets	358	337
Merchandise and finished goods	5,714	5,871
Work in process	12	25
Raw materials and supplies	358	372
Income tax refund receivable	0	0
Other	4,053	3,624
Allowance for doubtful accounts	-3	-3
Total current assets	39,605	39,254
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	48,971	48,315
Machinery, equipment and vehicles, net	1,152	1,220
Land	20,863	20,998
Leased assets, net	1,369	1,350
Construction in progress	1,028	1,266
Other, net	3,346	3,190
Total property, plant and equipment	76,732	76,341
Intangible assets		
Goodwill	1	1
Other	3,239	3,221
Total intangible assets	3,241	3,222
Investments and other assets		
Investment securities	3,778	3,891
Long-term loans receivable	3	3
Retirement benefit asset	599	599
Deferred tax assets	3,897	4,013
Lease and guarantee deposits	6,567	6,442
Other	885	867
Allowance for doubtful accounts	-15	-15
Total investments and other assets	15,716	15,802
Total non-current assets	95,690	95,366
Total assets	135,296	134,621

(Yen million)

	As of March 31, 2025	As of June 30, 2025
<b>Liabilities</b>		
Current liabilities		
Accounts payable – trade	18,630	18,998
Contract liabilities	680	674
Lease obligations	268	275
Income taxes payable	1,781	1,174
Provision for bonuses for directors (and other officers)	317	81
Provision for bonuses	2,301	2,917
Other	7,785	7,830
Total current liabilities	31,765	31,953
Non-current liabilities		
Lease obligations	2,038	1,990
Asset retirement obligations	6,193	6,201
Long-term guarantee deposits	5,884	5,757
Retirement benefit liability	1	1
Other	118	115
Total non-current liabilities	14,236	14,065
Total liabilities	46,001	46,019
<b>Net assets</b>		
Shareholders' equity		
Share capital	3,159	3,159
Capital surplus	15,749	15,749
Retained earnings	71,738	72,222
Treasury shares	-3,494	-4,727
Total shareholders' equity	87,153	86,404
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,746	1,824
Adjustments related to retirement benefits	394	374
Total accumulated other comprehensive income	2,141	2,198
Total net assets	89,294	88,602
<b>Total liabilities and net assets</b>	<b>135,296</b>	<b>134,621</b>

## 2 Consolidated Statements of Income and Comprehensive Income

### Consolidated Income Statement

(Yen million)

	Three Months ended June 30, 2024	Three Months ended June 30, 2025
Net sales	66,522	71,244
Cost of sales	47,202	50,979
Gross profit	19,319	20,264
Selling, general and administrative expenses		
Employees' salaries	2,544	2,701
Miscellaneous salaries and wages	4,944	5,210
Provision for bonuses for directors (and other officers)	83	81
Provision for bonuses	964	1,021
Retirement benefit expenses	175	167
Rent expenses on land and buildings	1,388	1,383
Depreciation	1,240	1,292
Amortization of goodwill	0	0
Provision of allowance for doubtful accounts	—	0
Other	5,322	5,655
Total selling, general and administrative expenses	16,663	17,514
Operating profit	2,655	2,749
Non-operating income		
Interest income	7	6
Dividend income	45	58
Insurance income	59	11
Penalty income	0	55
Other	12	16
Total non-operating income	124	148
Non-operating expenses		
Interest expenses	11	11
Commission for purchase of treasury shares	—	49
Other	1	1
Total non-operating expenses	13	62
Ordinary profit	2,767	2,835
Extraordinary losses		
Loss on retirement of non-current assets	7	6
Impairment losses	5	0
Total extraordinary losses	12	6
Profit before income taxes	2,754	2,828
Income taxes – current	807	1,051
Income taxes – deferred	73	-142
Total income taxes	881	908
Net profit	1,873	1,919
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	1,873	1,919

## Consolidated Comprehensive Income Statement

(Yen million)

	Three Months ended June 30, 2024	Three Months ended June 30, 2025
Net profit	1,873	1,919
Other comprehensive income		
Valuation difference on available-for-sale securities	68	77
Adjustments related to retirement benefits	-25	-20
Total other comprehensive income	42	56
Comprehensive income	1,915	1,976
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,915	1,976
Comprehensive income attributable to non-controlling interests	—	—

### 3 Consolidated Cash Flow Statement

(Yen million)

	Three Months ended June 30, 2024	Three Months ended June 30, 2025
Cash flows from operating activities		
Profit before income taxes	2,754	2,828
Depreciation	1,350	1,421
Impairment losses	5	0
Amortization of goodwill	0	0
Increase (decrease) in allowance for doubtful accounts	-4	0
Increase (decrease) in provision for bonuses for directors (and other officers)	-240	-235
Increase (decrease) in provision for bonuses	170	615
Increase (decrease) in net defined benefit asset and liability	-33	-29
Interest and dividend income	-52	-65
Interest expenses	11	11
Loss on retirement of non-current assets	7	6
Decrease (increase) in trade receivables	185	487
Decrease (increase) in inventories	-213	-183
Increase (decrease) in trade payables	196	368
Decrease (increase) in consumption taxes receivable / payable	455	177
Decrease (increase) in lease investment assets	2	21
Other	3	397
Subtotal	4,599	5,824
Interest and dividends received	45	58
Interest paid	-9	-9
Income taxes paid	-2,124	-1,535
Net cash provided by (used in) operating activities	2,510	4,337
Cash flows from investing activities		
Net decrease (increase) in time deposits	-0	—
Purchase of property, plant and equipment	-1,598	-1,187
Purchase of intangible assets	-124	-102
Expenditure on loans	-3	-0
Proceeds from collection of loans receivable	1	0
Net increase (decrease) in payment for lease and guarantee deposits	113	131
Other	-13	-25
Net cash provided by (used in) investing activities	-1,625	-1,183
Cash flows from financing activities		
Repayment of lease obligations	-70	-68
Purchase of treasury shares	-0	-1,282
Dividends paid	-1,211	-1,399
Net cash provided by (used in) financing activities	-1,282	-2,750
Net increase (decrease) in cash and cash equivalents	-396	403
Cash and cash equivalents at beginning of period	21,019	21,887
Cash and cash equivalents at end of period	20,622	22,290