Consolidated Financial Results for the Six-month Period Ended September 30, 2026 (Japanese accounting standards)

Released: October 29, 2026

Name of listed firm: Nojima Corporation — Listed on the Tokyo Stock Exchange
Code No.: 7419 — URL: https://www.nojima.co.jp
Representative: Hiroshi Nojima, Director, President & Representative Executive Officer — Tel.: +81-50-3116-6500
Contact: Hiroaki Hatano, Director, Managing Executive Officer and General Manager, Finance and Accounting Division

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Supplemental materials on interim financial results: Yes
Briefing session on interim financial results for analysts: Yes

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

1. Consolidated financial results for the six-month period ended September 30, 2026 (April 1, 2026 - September 30, 2026)

(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	%
Six-month period ended September 30, 2026	503,756	8.9	32,542	17.6	49,502	61.7	61,308	44.0	33,590	72.9
Six-month period ended September 30, 2025	462,768	17.7	27,669	38.6	30,621	42.8	42,588	22.1	19,431	36.9

Note: Comprehensive income: Six-month period ended September 30, 2026: 26,443 million yen (12.0%)
Six-month period ended September 30, 2025: 23,613 million yen (41.0%)
For detailed information, including definitions and methods used to calculate indicators, see p. 2, "1. Qualitative Information on Interim Consolidated Financial Performance: (1) Explanation of operating results."

	Net income per share	Diluted net income per share
	Yen	Yen
Six-month period ended September 30, 2026	115.28	108.72
Six-month period ended September 30, 2025	67.35	62.71

Note: The Company carried out a stock split of its common stock at a ratio of three shares for every one share held, effective October 11, 2025. Net income per share and diluted net income per share are calculated on the assumption that the stock split was carried out at the beginning of the previous consolidated fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of September 30, 2026	643,759	274,969	41.5	910.07
As of March 31, 2026	594,478	249,043	40.8	837.92

Reference: Equity: As of September 30, 2026: 266,913 million yen As of March 31, 2026: 242,491 million 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 2026	—	23.00	—	10.00	—
FY ending March 2027	—	10.00			
FY ending March 2027 (planned)			—	10.00	20.00

Note: Revisions to the most recently announced dividend forecast: No
The Company carried out a stock split of its common stock at a ratio of three shares for every one share held, effective October 11, 2025. The dividend for the end of the second quarter of the fiscal year ended March 2026 is stated at the actual amount before the stock split. The year-end dividend for the fiscal year ended March 2026 is stated taking the stock split into account, and the total annual dividend is stated as "—".

3. Forecasts of consolidated financial results for the fiscal year ending March 2027 (April 1, 2026 - March 31, 2027)

(Percentages indicate changes from the previous fiscal year.)

	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
Full-year	1,060,000	7.9	65,000	11.9	83,000	33.2	104,000	20.1	54,000	38.7	184.12

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

* Notes

(1) Significant changes in the scope of consolidation during this period: Yes

Added: 1 company (name: N CREDIT & FINANCE CO.,LTD) Removed: － company(ies) (name(s): －)

(2) Application of special accounting methods in the preparation of the interim 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 shares)	As of September 30, 2026	307,737,696 shares	FY ended March 2026	307,737,696 shares
ii. Number of treasury shares at the end of the period	As of September 30, 2026	14,449,261 shares	FY ended March 2026	18,339,725 shares
iii. Average number of shares during the period	Six-month period ended September 30, 2026	291,389,594 shares	Six-month period ended September 30, 2025	288,498,068 shares

Note: The Company carried out a stock split of its common stock at a ratio of three shares for every one share held, effective October 11, 2025. The "number of shares issued and outstanding at the end of the period," the "number of treasury shares at the end of the period" and the "average number of shares during the period" are calculated on the assumption that the stock split was carried out at the beginning of the previous consolidated fiscal year.

The number of treasury shares at the end of the period includes the Company's shares held by the Employee Stock Ownership Plan (ESOP) trust account (1,664,100 shares as of September 30, 2026, and 2,438,200 shares as of March 31, 2026). In addition, the Company's shares held by the ESOP trust account are included in the treasury shares deducted in the calculation of the average number of shares during the period (six-month period) (2,053,986 shares for the six-month period ended September 30, 2026, and 3,600,806 shares for the six-month period ended September 30, 2025).

* The interim financial results report is not subject to review 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.

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1. Qualitative Information on Interim Consolidated Financial Performance

(1) Explanation of operating results

During the current interim consolidated accounting period, the Japanese economy continued on a moderate recovery trend, with capital investment picking up. Although personal consumption showed signs of picking up, it continued to lack strength due to the impact of rising prices and other factors. In addition, there are risks that could weigh on the economy, such as rising crude oil and import prices due to the situation in the Middle East, the impact of natural disasters, and fluctuations in financial and capital markets, and it remains necessary to closely monitor the outlook.

Under these circumstances, the Nojima Team (*1) has set the purpose of contributing to society through digital products and services, and has provided "consulting-based sales" from the customer's perspective while each business creates synergies.

The Nojima Team's business performance progressed favorably. For the current interim consolidated accounting period, consolidated net sales exceeded 500 billion yen for the first time since the Company's listing. Net sales were 503,756 million yen (108.9% compared to the same period in the previous fiscal year), operating income was 32,542 million yen (117.6% compared to the same period in the previous fiscal year), ordinary income was 49,502 million yen (161.7% compared to the same period in the previous fiscal year), and interim net income attributable to shareholders of the parent company was 33,590 million yen (172.9% compared to the same period in the previous fiscal year). Net sales, operating income and ordinary income reached record highs. Interim net income attributable to shareholders of the parent company also reached a record high, excluding equity in earnings from Suruga Bank, Ltd. and others in the fiscal year ended March 2021. EBITDA (*2), which the Nojima Team regards as a key management indicator, was 61,308 million yen (144.0% compared to the same period in the previous fiscal year), also marking a record high.

(*1) The name "Nojima Team" expresses our desire for each company to go beyond organizational boundaries under the shared purpose of "spreading digital technology and contributing to the development of Japan," leveraging each other's strengths and developing together.

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

The situation for each segment is as follows.

In line with the characteristics of the Nojima Team's performance evaluation, the reporting segments are presented in descending order of segment income.

(Operation of mobile carrier stores)

In the mobile carrier store industry, telecommunications carriers are further expanding their economic spheres that combine communications and financial services (banking, securities, credit cards, payments, etc.).

Under these circumstances, in addition to acquiring communications contracts, the Nojima Team promoted proposals combining communications and finance, such as in-store support for opening financial service accounts and guidance on asset-building services. We also worked to improve the quality of customer service and strove to create an environment in which customers can use their smartphones safely, securely and comfortably through in-store smartphone support and other services.

As a result, net sales were 187,979 million yen (103.0% compared to the same period in the previous fiscal year), and ordinary income was 13,200 million yen (118.4% compared to the same period in the previous fiscal year). Both net sales and ordinary income reached record highs.

(Operation of digital home electronics retail stores)

In the home electronics retail industry, seasonal home appliances such as air conditioners grew, supported by demand in anticipation of stricter energy efficiency regulations. From August onward, however, their growth slowed in reaction to the high temperatures of the previous year, and PC sales declined in reaction to the previous year's replacement demand.

Under these circumstances, we have continued to invest in human resources, stores and DX. In terms of human resources, we decided on a second base pay increase for fiscal 2026 so that employees feel fulfillment and happiness in their work and connect this to actions that delight customers. In terms of stores, while pursuing a dominant strategy centered on Tokyo and Kanagawa prefectures, we have opened smaller stores and optimized the floor space of existing stores, opening stores in the areas where our customers live and in formats that delight them.

As a result, net sales were 186,422 million yen (117.6% compared to the same period in the previous fiscal year), and ordinary income was 12,934 million yen (116.0% compared to the same period in the previous fiscal year). Both net sales and ordinary income reached record highs.

(Product business)

In the product business, amid a challenging market with soaring prices and partially tight supply of memory and other components, we worked to secure a stable supply of products. We also created new customer experiences based on Nojima's ideas, announcing "VAIO Wellness Care™" in August and, in September, launching the "VAIO® T" and "VAIO® T work," which feature VAIO's proprietary multi-flip mechanism. We also improved the purchasing experience by offering customized models for individuals at the "VAIO Shop in Shop" in Nojima stores. VAIO won first place in overall satisfaction in the client PC category of the "Nikkei Computer Customer Satisfaction Survey" for the second consecutive year.

As a result, net sales were 40,307 million yen (117.8% compared to the same period in the previous fiscal year), and ordinary income was 4,395 million yen (139.9% compared to the same period in the previous fiscal year). Both net sales and ordinary income reached record highs.

(Service business)

At NIFTY Corporation, the number of FTTH members exceeded 1.2 million for the first time, owing to stronger collaboration with the Nojima Team and the expansion of its own sales channels. On the other hand, operating income for the period fell significantly below the previous year due to an increase in selling, general and administrative expenses. In response, we changed the management structure in order to fundamentally resolve issues in both organizational management and profitability. We will continue to enhance the quality of our services and support so that customers choose us and are satisfied.

Cecile Co., Ltd. will continue to listen to customers' voices, pursue comfort, and deliver products that move customers.

As a result, net sales were 38,589 million yen (107.9% compared to the same period in the previous fiscal year), and ordinary income was 2,016 million yen (61.3% compared to the same period in the previous fiscal year). N CREDIT & FINANCE CO.,LTD has been included in the scope of consolidation in the current interim consolidated accounting period, and only its balance sheet has been consolidated.

(Media business)

In the paid satellite broadcasting market, amid the ongoing consolidation of competing channels, we made proposals to cable TV stations that had not adopted our channels, and began providing broadcasting services to approximately 160,000 new households.

In the IP and content business, we promoted the multi-layered use of IP through the terrestrial broadcast of "Catch! Teenieping" and merchandise at pop-up stores, and established a "Copyright Management Unit" to put in place a system for managing and utilizing our content. In addition, it was decided that the anime "Thunder 3," for which we participate in the production committee, will be streamed exclusively worldwide on a video streaming service.

In the advertising business, while the TV advertising market remained flat, Street Corporation promoted organizational integration and DX. In addition, through the acquisition of a call center operating company, we established an in-house system covering everything from producing TV shopping commercials to customer support.

As a result, net sales were 11,279 million yen (91.4% compared to the same period in the previous fiscal year), and ordinary income was 1,107 million yen (150.7% compared to the same period in the previous fiscal year).

(Overseas business)

In the Singapore market, demand stagnated, mainly for large white goods such as air conditioners and refrigerators, in reaction to the government's support measures for purchasing energy-efficient products implemented in the previous fiscal year. Meanwhile, in our other operating regions, we steadily captured demand for high-end and energy-efficient products, and in the IT products field, we responded to procurement difficulties such as soaring memory prices by securing inventory in a planned manner. As a result, overall sales remained firm. At the same time, we implemented various measures to improve productivity and customer convenience, such as improving profitability through scrap-and-build of our store network and promoting omni-channel sales through the renovation of our own online site.

As a result, net sales were 44,320 million yen (108.8% compared to the same period in the previous fiscal year), and ordinary income was 209 million yen (63.3% compared to the same period in the previous fiscal year). Net sales reached a record high.

(Stores in operation)

In the operation of digital home electronics retail stores, through scrap-and-build, we opened 9 new digital home electronics retail stores and closed 3 stores, bringing the total to 247 stores.

In the operation of mobile carrier stores, including both directly operated stores and franchise stores, through scrap-and-build, we opened or acquired 12 stores and closed or transferred 9 stores, resulting in a total of 940 stores.

In the overseas business, through scrap-and-build, we opened 3 new stores and closed 6 stores, bringing the total to 112 stores.

As a result, the number of stores at the end of the current interim consolidated accounting period is as follows:

Stores in operation

Classification	Directly operated stores	Franchises	Total
Operation of digital home electronics retail stores	247	―	247
Digital home electronics retail stores	246	―	246
Dedicated communications device stores	1	―	1
Operation of mobile carrier stores	660	280	940
Carrier stores	621	277	898
Others	39	3	42
Overseas business	112	―	112
Total	1,019	280	1,299

(2) Explanation of financial position

(Assets)

As of the end of the current interim consolidated accounting period, total assets increased by 49,280 million yen compared to the end of the previous consolidated fiscal year to 643,759 million yen.

The main breakdown shows that current assets increased by 32,867 million yen to 401,388 million yen, and non-current assets increased by 16,413 million yen to 242,371 million yen.

The primary factors behind the increase in current assets were increases of 30,893 million yen in accounts receivable, 12,729 million yen in raw materials and supplies and 6,117 million yen in merchandise and products, despite a decrease of 19,307 million yen in cash and deposits.

The primary factors behind the increase in non-current assets were increases of 24,416 million yen in buildings and structures and 16,097 million yen in land, despite a decrease of 23,460 million yen in investment securities.

(Liabilities)

As of the end of the current interim consolidated accounting period, total liabilities increased by 23,355 million yen compared to the end of the previous consolidated fiscal year to 368,790 million yen.

The main breakdown shows that current liabilities increased by 29,319 million yen to 267,978 million yen, and non-current liabilities decreased by 5,964 million yen to 100,811 million yen.

The primary factors behind the increase in current liabilities were increases of 25,594 million yen in short-term loans payable, 3,634 million yen in notes and accounts payable-trade and 3,434 million yen in electronically recorded obligations, despite a decrease of 4,318 million yen in accrued consumption tax.

The primary factor behind the decrease in non-current liabilities was a decrease of 7,948 million yen in long-term loans payable, despite an increase of 1,967 million yen in contract liabilities.

(Net assets)

As of the end of the current interim consolidated accounting period, total net assets increased by 25,925 million yen compared to the end of the previous consolidated fiscal year to 274,969 million yen, mainly due to an increase of 30,672 million yen in retained earnings.

As a result, the equity ratio improved by 0.7 points from the end of the previous consolidated fiscal year to 41.5%.

Overview of cash flow

Cash and cash equivalents ("funds") at the end of the current interim consolidated accounting period amounted to 76,992 million yen (compared to 98,207 million yen at the end of the same period of the previous fiscal year).

The status of cash flow for each category and the main factors are as follows:

(Cash flow from operating activities)

Operating activities resulted in a cash inflow of 19,201 million yen (51.7% compared to the same period in the previous fiscal year).

This was mainly due to net income before taxes and other adjustments of 49,461 million yen, along with increasing factors such as a decrease in trade receivables of 11,700 million yen and depreciation of 9,680 million yen, despite decreasing factors such as an increase in inventories of 18,621 million yen, income taxes paid of 14,822 million yen and a gain on sale of investment securities of 14,627 million yen.

(Cash flow from investing activities)

Investing activities resulted in a cash outflow of 20,194 million yen (compared to a cash inflow of 231 million yen in the same period of the previous fiscal year).

This was mainly due to expenditures of 43,060 million yen for the purchase of tangible non-current assets, 5,172 million yen for the purchase of investment securities, 4,191 million yen for the purchase of shares of subsidiaries resulting in a change in the scope of consolidation and 1,861 million yen for the purchase of intangible assets, despite proceeds of 34,450 million yen from the sale of investment securities.

(Cash flow from financing activities)

Financing activities resulted in a cash outflow of 18,263 million yen (362.6% compared to the same period in the previous fiscal year).

This was mainly due to expenditures of 14,933 million yen for the repayment of long-term loans payable, a net decrease in short-term loans payable of 6,188 million yen and 3,178 million yen for the repayment of lease obligations, despite proceeds of 7,965 million yen from long-term loans payable.

(3) Information on forward-looking statements such as forecasts of consolidated financial results

Regarding the consolidated earnings forecast for the fiscal year ending March 2027, the full-year consolidated earnings forecast announced in the "Consolidated Financial Results for the Three-month Period Ended June 30, 2026" dated July 30, 2026 has been revised. For details, please refer to the "Revision of full-year consolidated financial forecast for the fiscal year ending March 31, 2027" announced today (October 29, 2026).

2. Interim Consolidated Financial Statements and Main Notes

(1) Consolidated balance sheet

(Million yen)

	Previous fiscal year (as of March 31, 2026)	Second quarter of the current fiscal year (as of September 30, 2026)
Assets		
Current assets		
Cash and deposits	96,300	76,992
Accounts receivable	141,494	172,388
Merchandise and products	79,153	85,271
Raw materials and supplies	8,447	21,176
Programming rights	2,297	2,002
Accounts receivable-other	34,435	35,574
Other	7,728	10,432
Allowance for doubtful accounts	-1,338	-2,450
Total current assets	368,520	401,388
Non-current assets		
Tangible non-current assets		
Buildings and structures (net)	20,830	45,246
Machinery, equipment and vehicles (net)	801	805
Tools, fixtures, and facilities (net)	5,184	5,348
Lease assets (net)	12,719	12,558
Land	16,639	32,736
Other (net)	2,961	2,804
Total tangible non-current assets	59,135	99,501
Intangible assets		
Goodwill	37,167	35,683
Software	4,345	5,090
Trademark	5,807	5,624
Contractual intangible assets	37,640	34,944
Customer-related intangible assets	13,368	12,844
Other	88	82
Total intangible assets	98,417	94,270
Investments and other assets		
Investment securities	38,304	14,843
Deferred tax assets	7,234	11,383
Lease and guarantee deposits	20,380	19,574
Retirement benefit assets	281	336
Other	2,921	3,241
Allowance for doubtful accounts	-718	-778
Total investments and other assets	68,405	48,600
Total non-current assets	225,957	242,371
Total assets	594,478	643,759

(Million yen)

	Previous fiscal year (as of March 31, 2026)	Second quarter of the current fiscal year (as of September 30, 2026)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	112,552	116,187
Electronically recorded obligations-operating	732	4,166
Short-term loans payable	5,916	31,511
Current portion of long-term loans payable	14,756	15,833
Accounts payable-other	25,209	21,187
Accrued income taxes	16,632	18,839
Accrued consumption tax	5,075	756
Accrued expenses	8,089	7,346
Advance received	11,050	10,039
Contract liabilities	17,579	19,799
Provision for product warranties	1,697	1,773
Reserve for points	1,707	1,755
Reserve for bonuses	4,796	4,801
Lease obligations	4,673	4,560
Other	8,187	9,418
Total current liabilities	238,658	267,978
Non-current liabilities		
Long-term loans payable	42,866	34,917
Contract liabilities	22,794	24,762
Reserve for directors' retirement benefits	233	253
Retirement benefit liabilities	12,315	12,793
Deferred tax liabilities	10,519	9,880
Lease obligations	11,454	11,295
Other	6,591	6,909
Total non-current liabilities	106,775	100,811
Total liabilities	345,434	368,790
Net assets		
Shareholders' equity		
Capital stock	6,330	6,330
Capital surplus	7,814	7,455
Retained earnings	225,178	255,850
Treasury stock	-11,672	-9,894
Total shareholders' equity	227,651	259,741
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,290	1,981
Deferred gains or losses on hedges	13	-1
Currency conversion adjustments	5,536	5,191
Total accumulated other comprehensive income	14,840	7,171
Stock acquisition rights	2,956	2,538
Non-controlling interests	3,595	5,517
Total net assets	249,043	274,969
Total liabilities and net assets	594,478	643,759

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

Consolidated income statement

(Million yen)

	Six-month period of the previous fiscal year (April 1, 2025 - September 30, 2025)	Six-month period of the current fiscal year (April 1, 2026 - September 30, 2026)
Net sales	462,768	503,756
Cost of sales	327,723	357,185
Gross profit on sales	135,045	146,571
Sales, general and administrative expenses		
Advertising expenses	13,231	16,659
Salaries, allowances and bonuses	37,088	38,902
Provision of reserve for bonuses	3,387	4,054
Retirement benefit expenses	899	953
Rents	12,892	13,254
Depreciation	8,706	9,035
Amortization of goodwill	3,145	2,916
Other	28,025	28,252
Total sales, general and administrative expenses	107,375	114,029
Operating income	27,669	32,542
Non-operating income		
Interest income	107	152
Dividend	647	661
Purchase discounts	1,308	1,571
Profit on sale of investment securities	638	14,627
Profit on equity method investment	44	37
Foreign exchange profit	654	62
Other	843	1,017
Total non-operating income	4,243	18,130
Non-operating expenses		
Interest expenses	728	814
Other	563	355
Total non-operating expenses	1,292	1,170
Ordinary income	30,621	49,502
Extraordinary income		
Gain on reversal of share acquisition rights	441	389
Gain on sales of non-current assets	14	15
Total extraordinary income	455	404
Extraordinary losses		
Loss on valuation of investment securities	－	1
Impairment losses	405	263
Loss on store closings	34	159
Loss on sale of investment securities	97	－
Loss on sale of investment in affiliated company	708	20
Total extraordinary losses	1,246	445
Net income before taxes and other adjustments	29,829	49,461
Income taxes-current	12,187	16,928
Income taxes-deferred	-2,149	-1,579
Total income taxes	10,038	15,349
Net income	19,791	34,112
Net income attributable to non-controlling interests	360	521
Net income attributable to shareholders of the parent company	19,431	33,590

Consolidated statement of comprehensive income

(Million yen)

	Six-month period of the previous fiscal year (April 1, 2025 - September 30, 2025)	Six-month period of the current fiscal year (April 1, 2026 - September 30, 2026)
Net income	19,791	34,112
Other comprehensive income		
Valuation difference on available-for-sale securities	3,255	-7,309
Deferred gains or losses on hedges	12	-14
Currency conversion adjustments	553	-345
Total other comprehensive income	3,821	-7,669
Comprehensive income	23,613	26,443
(Breakdown)		
Comprehensive income attributable to shareholders of the parent company	23,252	25,921
Comprehensive income attributable to non-controlling interests	360	521

(3) Consolidated cash flow statement

(Million yen)

	Six-month period of the previous fiscal year (April 1, 2025 - September 30, 2025)	Six-month period of the current fiscal year (April 1, 2026 - September 30, 2026)
Cash flow from operating activities		
Net income before taxes and other adjustments	29,829	49,461
Depreciation	9,113	9,680
Impairment loss	405	263
Amortization of goodwill	3,145	2,916
Loss (profit) on equity method investment	-44	-37
Increase (decrease) in retirement benefit liabilities	222	311
Increase (decrease) in allowance for doubtful accounts	196	-155
Increase (decrease) in reserve for points	229	48
Increase (decrease) in contract liabilities	2,792	2,829
Interest income and dividend income	-754	-813
Interest expenses	728	814
Loss (profit) on sale of investment securities	-541	-14,627
Loss (profit) on sale of shares of affiliated companies	708	20
Decrease (increase) in accounts receivable-trade	15,463	11,700
Decrease (increase) in inventories	-3,480	-18,621
Decrease (increase) in accounts receivable-other	-4,171	-819
Increase (decrease) in notes and accounts payable-trade	764	-2,508
Increase (decrease) in accrued expenses	154	-814
Increase (decrease) in accrued consumption taxes	6	-4,505
Increase (decrease) in accounts payable-other	-4,069	-3,334
Increase (decrease) in advances received	1,548	-995
Other	-1,153	3,184
Subtotal	51,094	34,000
Interest and dividend income received	770	836
Interest expenses paid	-731	-812
Income tax (paid) or refund	-13,999	-14,822
Cash flow from operating activities	37,135	19,201

(Million yen)

	Six-month period of the previous fiscal year (April 1, 2025 - September 30, 2025)	Six-month period of the current fiscal year (April 1, 2026 - September 30, 2026)
Cash flow from investment activities		
Purchase of tangible non-current assets	-4,778	-43,060
Purchase of intangible assets	-5,532	-1,861
Purchase of investment securities	-1,163	-5,172
Proceeds from sale of investment securities	2,550	34,450
Payments for lease and guarantee deposits	-2,391	-379
Proceeds from collection of lease and guarantee deposits	437	801
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-3,025	-4,191
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	—	-139
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	14,576	—
Other	-442	-641
Cash flow from investment activities	231	-20,194
Cash flow from financing activities		
Increase (decrease) in short-term loans payable	-774	-6,188
Proceeds from long-term loans payable	13,855	7,965
Repayment of long-term loans payable	-14,288	-14,933
Purchase of treasury stock	-858	-1,458
Proceeds from sales of treasury stock	497	491
Proceeds from exercise of stock options	1,593	1,968
Cash dividends paid	-2,423	-2,915
Repayment of lease obligations	-2,582	-3,178
Other	-55	-14
Cash flow from financing activities	-5,036	-18,263
Effect of exchange rate changes on cash and cash equivalents	212	-51
Increase (decrease) in cash and cash equivalents	32,543	-19,307
Starting balance of cash and cash equivalents	65,664	96,300
Ending balance of cash and cash equivalents	98,207	76,992

(4) 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 Six-month period of the previous fiscal year (April 1, 2025 - September 30, 2025)

1. Information on net sales and income (loss) by reporting segment

(Million yen)

	Reporting segment							Other (*1)	Total	Adjustments (*2)	Amount on interim consolidated income statement (*3)
	Operation of digital home electronics retail stores	Operation of mobile carrier stores	Service business	Product business	Media business	Overseas business	Subtotal				
Net sales											
Net sales to external customers	157,081	180,250	35,517	33,128	12,315	40,736	459,030	3,738	462,768	—	462,768
Internal sales or transfers between segments	1,375	2,303	260	1,085	25	—	5,050	375	5,426	-5,426	—
Subtotal	158,456	182,554	35,778	34,214	12,341	40,736	464,081	4,113	468,194	-5,426	462,768
Segment income	11,153	11,151	3,290	3,141	734	331	29,803	877	30,681	-60	30,621

Notes:

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

2. Information on impairment losses on non-current assets or goodwill, etc. by reporting segment

(Significant impairment losses on non-current assets)

The carrying amount of a group of assets that has continuously generated losses from operating activities is reduced to its recoverable amount, and the reduced amount is recorded as an impairment loss under extraordinary losses.

The amounts recorded in the reporting segments are 384 million yen for the operation of digital home electronics retail stores and 21 million yen for the operation of mobile carrier stores.

(Significant change in amount of goodwill)

In the Media business, regarding the business combination with Street Holdings Co., Ltd. carried out in the first quarter of the previous consolidated fiscal year, the amount of goodwill had been provisionally calculated because the allocation of the acquisition cost had not been finalized. As the provisional accounting treatment was finalized in the previous interim consolidated accounting period, the amount of goodwill has been revised.

As a result, the amount of goodwill decreased by 3,370 million yen from the provisionally calculated 9,208 million yen to 5,837 million yen.

II Six-month period of the current fiscal year (April 1, 2026 - September 30, 2026)

1. Information on net sales and income (loss) by reporting segment

(Million yen)

	Reporting segment							Other (*1)	Total	Adjustments (*2)	Amount on interim consolidated income statement (*3)
	Operation of mobile carrier stores	Operation of digital home electronics retail stores	Product business	Service business	Media business	Overseas business	Subtotal				
Net sales											
Net sales to external customers	184,584	184,950	39,177	37,016	11,152	44,320	501,202	2,554	503,756	—	503,756
Internal sales or transfers between segments	3,395	1,472	1,130	1,572	127	—	7,698	390	8,088	-8,088	—
Subtotal	187,979	186,422	40,307	38,589	11,279	44,320	508,900	2,945	511,845	-8,088	503,756
Segment income	13,200	12,934	4,395	2,016	1,107	209	33,864	1,069	34,933	14,569	49,502

Notes:

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

*2. Adjustments to segment income (loss) include a gain on sale of investment securities of 14,627 million yen and companywide costs of -57 million yen that are not allocated to any reporting segment.

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

2. Matters concerning changes in reporting segments

In line with the characteristics of the Nojima Team's performance evaluation, the reporting segments have been presented in descending order of segment income from the previous consolidated fiscal year. Accordingly, the reporting segments for the previous interim consolidated accounting period are also presented in descending order of segment income.

In the previous consolidated fiscal year, all shares of MONEY SQUARE HOLDINGS, INC. and MONEY SQUARE, INC., which constituted the former reporting segment "Financial business," were sold, and the segment classification was changed accordingly. As a result, in the segment information for the previous interim consolidated accounting period, the "Financial business" has been included in "Other."

From the current interim consolidated accounting period, following the inclusion of N CREDIT & FINANCE CO.,LTD in the scope of consolidation, the method of classifying business segments has been reviewed, and the reporting segments have been changed from the former "Operation of digital home electronics retail stores," "Operation of mobile carrier stores," "Internet business," "Overseas business," "Product business" and "Media business" to "Operation of digital home electronics retail stores," "Operation of mobile carrier stores," "Overseas business," "Product business," "Media business" and "Service business."

The segment information for the previous interim consolidated accounting period has been prepared based on the classification method after the change.

3. Information on impairment losses on non-current assets or goodwill, etc. by reporting segment

(Significant impairment losses on non-current assets)

The carrying amount of a group of assets that has continuously generated losses from operating activities is reduced to its recoverable amount, and the reduced amount is recorded as an impairment loss under extraordinary losses.

The amounts recorded in the reporting segments are 245 million yen for the operation of digital home electronics retail stores and 34 million yen for the operation of mobile carrier stores.

(Significant change in amount of goodwill)

Not applicable