

# Translation

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## Summary of Consolidated Financial Results for the Year Ended February 28, 2021 (Based on Japanese GAAP)

April 12, 2021

Company name: NARUMIYA INTERNATIONAL Co.,Ltd  
 Stock exchange listing: Tokyo  
 Stock code: 9275 URL <https://www.narumiya-net.co.jp/ir/>  
 Representative: President, Representative Director and Chief Executive Officer Toshiaki Ishii  
 Inquiries: Executive Managing Director Chief Financial Officer Chiaki Ueda TEL 03-6430-3405  
 Scheduled date of ordinary general meeting of shareholders: May 25, 2021  
 Scheduled date to file Securities Report: May 26, 2021  
 Scheduled date to commence dividend payments: May 26, 2021  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the year ended February 28, 2021 (from March 1, 2020 to February 28, 2021)

#### (1) Consolidated operating results

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended February 28, 2021	29,511	(10.5)	1,037	(37.7)	1,006	(38.0)	396	(60.3)
Year ended February 29, 2020	32,962	—	1,664	—	1,622	—	999	—

(Note) Comprehensive income Year ended Feb.28,2021 416Million yen(Δ59.9%) / Year ended Feb.29,2020 1,038Million yen(—%)

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended February 28, 2021	39.19	—	9.1	6.7	3.5
Year ended February 29, 2020	99.29	—	23.0	10.6	5.1

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of February 28, 2021	14,636	4,407	30.1	435.40
As of February 29, 2020	15,310	4,335	28.3	428.24

Reference: Shareholders' equity As of Feb.28,2021 4,407Million yen / As of Feb.29,2020 4,335Million yen

#### (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
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended February 28, 2021	1,042	(354)	(1,345)	1,831
Year ended February 29, 2020	2,319	(822)	(856)	2,488

### 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended February 29, 2020	—	0.00	—	34.00	34.00	344	34.2	7.9
Year ended February 28, 2021	—	0.00	—	31.00	31.00	313	79.1	7.2
Year ending February 28, 2022 (Forecast)	—	0.00	—	31.00	31.00		31.3	

3. Forecast of consolidated financial results for the year ending February 28, 2022 (from March 1, 2021 to February 28, 2022)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
Full year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	34,500	16.9	1,720	65.9	1,682	67.2	1,002	152.6	98.99

4. Notes

(1) Changes in significant subsidiaries during the year ended February 28, 2021

(changes in specified subsidiaries resulting in the change in scope of consolidation):

Newly included: 1 (Company name: LOVST Co., Ltd.) Excluded: None

Yes

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

Changes in accounting policies due to revisions to accounting standards and other regulations:

No

Changes in accounting policies due to other reasons:

No

Changes in accounting estimates:

No

Restatement of prior period financial statements:

No

(3) Number of issued shares (common shares)

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

As of February 28, 2021	10,122,830 shares	As of February 29, 2020	10,122,830 shares
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Number of treasury shares at the end of the period

As of February 28, 2021	34 shares	As of February 29, 2020	– shares
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Average number of shares during the period

Year ended February 28, 2021	10,122,827 shares	Year ended February 29, 2020	10,060,821 shares
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Note 1. These financial results are outside the scope of the quarterly review by a certified public accountant or audit corporation.

Note 2. Cautionary statement with respect to forward looking statements

Forward looking statements in this report are based on currently available information and certain assumptions judged to be reasonable.

These statements are not promises by the Company regarding future performance. Actual results may differ significantly from these forecasts for a number of factors.

## 1. Overview of operating results

### (1) Overview of operating results for the Fiscal Year Ended February 28, 2021

During the twelve months ended February 28, 2021, the state of emergency was declared twice—in April 2020 and in January 2021—in response to the spread of the new coronavirus (COVID-19) infection, and the Japanese economy witnessed a significant downturn, as consumer sentiment dampened; the restaurant industry was asked to cut short its business hours, and demand for events and travel as well as inbound demand were substantially reduced. In the fiscal year ending February 28, 2022, also, the COVID-19 risk is expected to remain and the uncertainty for the future is also expected to continue.

In the apparel industry, to which the Company belongs, brick-and-mortar stores performed dismally in the first half of the year due to the government-mandated voluntary restraints on business in conjunction with the declaration of the state of emergency. In the third quarter, as a result of the emergency economic measures by the Japanese government, consumer sentiment slowly improved and business performance, at one point, seemed to recover. However, once we entered the fourth quarter, the spread of COVID-19 became marked, resulting in the state of emergency being declared once again in January, and harsh conditions prevailed.

In such an environment, we have been implementing appropriate measures to prevent the spread of COVID-19, including the installation of disinfecting and infection-preventing sheets in our stores and daily physical checks of our employees, and have kept our stores open upon giving the highest priority to the health and safety of our customers and employees.

Sales struggled in the first half of the year due to the effects of the government-mandated voluntary restraints on business, among others, but a recovery trend emerged in the third quarter. Thanks to the accelerated investments into e-commerce channel beginning from the first half of the year and the consolidation of inventory, as well as structural reforms including the withdrawal of the three poorly-performing brands at the department stores and the accompanying downsizing of human resources, operating profit improved significantly in the third quarter to 132.3% of the previous fiscal year.

In the fourth quarter, amid the second declaration of the state of emergency, sales from the e-commerce channel further increased. Additionally, our mainstay brand, “petit main,” produced such big hits as the “PTPR” sets and “miffy” collaborative merchandise, while “ANNA SUI mini” and “Lovetoxic” launched collaborative merchandise with popular animations, which contributed to the recovery of business performance and an operating profit at 147.6% of the previous fiscal year.

The e-commerce channel, which made huge strides during the fiscal year ended February 28, 2021, has been making efforts to improve and upgrade its website with the goal of enhancing its visibility and convenience. Furthermore, as new services, we adopted click-and-collect (e-commerce payment and pick-up at stores) and chat service (remote customer service by sales staff), and released an app dedicated to our online shop, which led to an increase in membership and reinforced our business base. Currently, membership stands at 720,000, an increase of 147.6% compared to the previous year.

As for our new business, the photo studio “LOVST BY NARUMIYA,” we acquired all shares of LOVST Co., Ltd. and made it a wholly-owned subsidiary. During the fiscal year ended February 28, 2021, two new stores were opened in addition to the Yokohama Store, and together with the two stores operated by LOVST Co., Ltd., we now have a total of five stores. In the fiscal year ending February 28, 2022, we will continue to expand our photo studio business and plan to open stores in department stores.

During the fiscal year ended February 28, 2021, we opened 26 stores at department stores, 12 stores at shopping centers, and one outlet store. Meanwhile, we closed 161 stores at department stores (\*) and three stores at shopping centers.

As a result of the above, for the fiscal year ended February 28, 2021, we recorded sales of 29,511 million yen (down 10.5% from the previous fiscal year), an operating profit of 1,037 million yen (down 37.7% from the previous fiscal year), an ordinary profit of 1,006 million yen (down 38.0% from the previous fiscal year), and a profit attributable to owners of parent of 396 million yen (down 60.3% from the previous fiscal year).

(Note) Because the number of stores at department stores is calculated by multiplying the number of sales floors by the number of brands, the number of stores opened and closed tends to become larger. The majority of store closures at department stores during the fiscal year ended February 28, 2021 were due to the suspension of three brands for junior citizens in August.

### (2) Explanation of Financial Position

#### (Assets)

Current assets decreased by 416 million yen from the end of the previous fiscal year to 8,164 million yen. This was mainly due to a decrease of 656 million yen in cash and deposits and an increase of 205 million yen in notes and accounts receivable-trade. Non-current assets decreased by 257 million yen from the end of the previous fiscal year to 6,472 million yen. This was primarily due to a decrease of 117 million yen in property, plant and equipment as a result of a decrease in leased assets and a decrease of 147 million yen in intangible assets as a result of a decrease in goodwill. As a result, total assets as of the end of the fiscal year ended February 28, 2021 decreased by 674 million yen from the end of the previous fiscal year to 14,636 million yen.

#### (Liabilities)

Current liabilities decreased by 74 million yen from the end of the previous fiscal year to 5,582 million yen. This was mainly due to an increase of 154 million yen in accounts payable-trade and a decrease of 211 million yen in income taxes payable. Non-current liabilities decreased by 673 million yen from the previous fiscal year to 4,645 million yen. This was primarily due to a decrease of 578 million yen in long-term borrowings. As a result, total liabilities as of the end of the fiscal year ended February 28, 2021 decreased by 747 million yen from the end of the previous fiscal year to 10,228 million yen.

(Net assets)

Net assets increased by 72 million yen from the end of the previous fiscal year to 4,407 million yen. This was mainly due to an increase of 52 million yen in retained earnings as a result of profit attributable to owners of parent and the payment of dividends.

(3) Status of Cash Flow

Cash and cash equivalents (hereinafter referred to as “Net cash”) at the end of the fiscal year ended February 28, 2021 were 1,831 million yen, a decrease of 656 million yen compared to the end of the previous fiscal year.

(Cash flow from operating activities)

Net cash provided by operating activities during the fiscal year ended February 28, 2021 resulted in a cash inflow of 1,042 million yen (compared to a cash inflow of 2,319 million yen in the previous fiscal year). This was primarily due to a cash inflow consisting of profit before income taxes of 777 million yen, depreciation of 498 million yen and goodwill amortization of 225 million yen, and a cash outflow consisting of income taxes paid of 358 million yen.

(Cash flow from investment activities)

Net cash used in investment activities during the fiscal year ended February 28, 2021 resulted in a cash outflow of 354 million yen (compared to a cash outflow of 822 million yen in the previous fiscal year). This was due to a cash outflow consisting of purchase of property, plant and equipment of 122 million yen and payments of guarantee deposits of 75 million yen.

(Cash flow from financing activities)

Net cash used in financing activities during the fiscal year ended February 28, 2021 resulted in a cash outflow of 1,345 million yen (compared to a cash outflow of 856 million yen in the previous fiscal year). This was primarily due to a cash outflow consisting of repayments of long-term borrowings of 596 million yen, repayments of lease obligations of 404 million yen and dividends paid of 344 million yen.

(4) Future outlook

The domestic business environment surrounding the Company, which runs kids wear businesses, is expected to remain harsh, as it faces a series of challenges such as the spread of COVID-19 and a declining birthrate and an aging population. As the purchasing behavior of consumers undergoes major changes, especially with the voluntary restrictions on mobility, temporary closings of commercial facilities and shortened business hours, which is attributable to the spread of COVID-19, we expect customer traffic mainly at the Company’s directly managed stores to decline.

Therefore, as a result of our efforts, including investments into e-commerce and further structural reforms of the Company’s directly managed stores, the creation of hit products, and the further shortening of the supply chain, we forecast for the fiscal year ending February 28, 2022, net sales of 34,500 million yen and operating profit of 1,700 million yen, which represent the highest levels since our listing. Specifically, in the e-commerce channel, we will transfer our logistics bases with the aim of expanding our current processing capacity of orders received and shipments and to reduce logistics costs.

In the SC (shopping center) channel, which had traditionally triggered our growth, we have conservatively set the number of store openings to six for the fiscal year. As the first step, we will focus on recovering the sales of the existing stores and proactively handling materials that are gentle to the children’s skin and friendly to the environment, and strive to create new added value. We will also take full advantage of social media and devise innovative ways of sending information directly to our customers.

As for the department store channel, we are going forward with the creation of a channel mix by opening the SC brand, “petit main” at department stores and other means.

The photo studio business, LOVST, which targets children and families, will strive to enhance synergy with the existing brands and enhance customer satisfaction through such measures as opening at department stores.

The Group, unlike our competitors, has at its disposal a variety of sales channels. In this environment of “co-existing with COVID-19,” we will thoroughly practice selection and concentration and reinforce initiatives that sustainably raise corporate value in the long term. Going forward we will continue our growth and strive to gain the understanding of all our stakeholders.

## 2. Basic Approach Regarding Choice of Accounting Standards

Considering the burden of establishing the framework for preparing consolidated financial statements in compliance with IFRS, the Group uses Japanese accounting standards.

**Consolidated financial statements**  
**Consolidated balance sheets**

	(Thousands of yen)	
	As of February 29, 2020	As of February 28, 2021
Assets		
Current assets		
Cash and deposits	2,488,139	1,831,755
Notes and accounts receivable - trade	2,607,970	2,813,646
Merchandise	3,394,957	3,409,102
Prepaid expenses	46,507	68,311
Other	52,422	53,883
Allowance for doubtful accounts	(9,177)	(12,690)
Total current assets	8,580,819	8,164,008
Non-current assets		
Property, plant and equipment		
Buildings and structures	1,418,972	1,375,313
Accumulated depreciation	(1,139,077)	(1,104,705)
Buildings and structures, net	279,894	270,608
Tools, furniture and fixtures	95,144	105,321
Accumulated depreciation	(67,829)	(81,493)
Tools, furniture and fixtures, net	27,315	23,828
Land	5,940	5,940
Leased assets	2,260,522	2,495,350
Accumulated depreciation	(1,443,769)	(1,782,933)
Leased assets, net	816,753	712,417
Total property, plant and equipment	1,129,903	1,012,794
Intangible assets		
Goodwill	3,363,842	3,192,406
Software	117,262	160,218
Software in progress	—	7,550
Leased assets	126,462	110,104
Other	10,686	606
Total intangible assets	3,618,253	3,470,886
Investments and other assets		
Investment securities	33,577	39,977
Distressed receivables	50,105	97,627
Long-term prepaid expenses	24,919	17,969
Guarantee deposits	1,195,355	1,168,137
Deferred tax assets	487,899	466,312
Other	240,106	271,982
Allowance for doubtful accounts	(50,105)	(73,624)
Total investments and other assets	1,981,857	1,988,383
Total non-current assets	6,730,014	6,472,063
Total assets	15,310,833	14,636,072

	(Thousands of yen)	
	As of February 29, 2020	As of February 28, 2021
Liabilities		
Current liabilities		
Accounts payable - trade	2,488,577	2,643,420
Current portion of long-term borrowings	595,048	620,048
Lease obligations	383,364	357,779
Accounts payable - other	583,959	663,882
Accrued expenses	618,930	563,311
Income taxes payable	417,298	417,683
Accrued consumption taxes	285,073	73,319
Provision for bonuses	101,183	88,907
Provision for sales returns	11,573	10,255
Provision for point card certificates	64,260	74,476
Other	107,286	69,454
Total current liabilities	5,656,555	5,582,539
Non-current liabilities		
Long-term borrowings	4,404,870	3,826,446
Lease obligations	661,068	562,194
Retirement benefit liability	249,574	249,574
Other	3,755	7,755
Total non-current liabilities	5,319,267	4,645,970
Total liabilities	10,975,822	10,228,509
Net assets		
Shareholders' equity		
Share capital	255,099	255,099
Capital surplus	1,860,774	1,860,774
Retained earnings	2,207,693	2,260,233
Treasury shares	—	(33)
Total shareholders' equity	4,323,567	4,376,073
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(9,280)	1,442
Remeasurements of defined benefit plans	20,723	30,046
Total accumulated other comprehensive income	11,443	31,489
Total net assets	4,335,011	4,407,562
Total liabilities and net assets	15,310,833	14,636,072

# Consolidated statements of income and consolidated statements of comprehensive income

## Consolidated statements of income

	(Thousands of yen)	
	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Net sales	32,962,986	29,511,752
Cost of sales	15,169,151	13,744,054
Gross profit	17,793,834	15,767,697
Selling, general and administrative expenses	16,128,954	14,730,484
Operating profit	1,664,879	1,037,212
Non-operating income		
Interest income	41	8
Dividend income	87	222
Foreign exchange gains	—	509
Surrender value of insurance policies	9,934	11,910
Purchase discounts	2,306	1,642
Rental income	24,475	23,365
Subsidy income	14,900	—
Gain on adjustment of account payable	20,768	39,031
Miscellaneous income	9,219	14,758
Total non-operating income	81,733	91,448
Non-operating expenses		
Interest expenses	73,679	72,611
Foreign exchange losses	563	—
Commission expenses	9,200	10,000
Rental expenses	19,194	19,153
Moving to the first section expenses	11,740	—
Miscellaneous loss	9,669	20,428
Total non-operating expenses	124,046	122,194
Ordinary profit	1,622,566	1,006,466
Extraordinary income		
Grant income	—	291,150
Total extraordinary income	—	291,150
Extraordinary losses		
Loss on retirement of non-current assets	5,328	25,214
Impairment loss	15,991	23,008
Loss on valuation of investment securities	—	9,501
Temporary closure loss	—	462,794
Total extraordinary losses	21,320	520,518
Profit before income taxes	1,601,246	777,098
Income taxes - current	630,343	367,218
Income taxes - deferred	(28,128)	13,165
Total income taxes	602,214	380,383
Profit	999,031	396,715
Profit attributable to owners of parent	999,031	396,715

**Consolidated statements of comprehensive income**

	(Thousands of yen)	
	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Profit	999,031	396,715
Other comprehensive income		
Valuation difference on available-for-sale securities	(6,434)	10,722
Remeasurements of defined benefit plans, net of tax	45,867	9,323
Total other comprehensive income	39,433	20,045
Comprehensive income	1,038,464	416,761
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,038,464	416,761
Comprehensive income attributable to non-controlling interests	—	—



# Consolidated statements of changes in equity

Fiscal year ended February 29, 2020

(Thousands of yen)

	Shareholders' equity			
	Share capital	Capital surplus	Retained earnings	Total shareholders' equity
Balance at beginning of period	218,307	1,823,982	1,515,773	3,558,063
Changes during period				
Issuance of new shares	36,792	36,792		73,584
Dividends of surplus			(307,111)	(307,111)
Profit attributable to owners of parent			999,031	999,031
Net changes in items other than shareholders' equity				
Total changes during period	36,792	36,792	691,920	765,504
Balance at end of period	255,099	1,860,774	2,207,693	4,323,567

	Accumulated other comprehensive income			Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	(2,845)	(25,143)	(27,989)	1,440	3,531,513
Changes during period					
Issuance of new shares					73,584
Dividends of surplus					(307,111)
Profit attributable to owners of parent					999,031
Net changes in items other than shareholders' equity	(6,434)	45,867	39,433	(1,440)	37,993
Total changes during period	(6,434)	45,867	39,433	(1,440)	803,497
Balance at end of period	(9,280)	20,723	11,443	—	4,335,011

Fiscal year ended February 28, 2021

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	255,099	1,860,774	2,207,693	—	4,323,567
Changes during period					
Dividends of surplus			(344,176)		(344,176)
Profit attributable to owners of parent			396,715		396,715
Purchase of treasury shares				(33)	(33)
Net changes in items other than shareholders' equity					
Total changes during period	0	0	52,539	(33)	52,505
Balance at end of period	255,099	1,860,774	2,260,233	(33)	4,376,073

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	(9,280)	20,723	11,443	4,335,011
Changes during period				
Dividends of surplus				(344,176)
Profit attributable to owners of parent				396,715
Purchase of treasury shares				(33)
Net changes in items other than shareholders' equity	10,722	9,323	20,045	20,045
Total changes during period	10,722	9,323	20,045	72,551
Balance at end of period	1,442	30,046	31,489	4,407,562

# Consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Cash flows from operating activities		
Profit before income taxes	1,601,246	777,098
Depreciation	517,071	498,563
Amortization of guarantee deposits	91,732	83,957
Amortization of goodwill	223,808	225,497
Subsidy income	—	(291,150)
Loss on retirement of non-current assets	5,328	25,214
Impairment loss	15,991	23,008
Loss (gain) on valuation of investment securities	—	9,501
Temporary closure loss	—	462,794
Increase (decrease) in allowance for doubtful accounts	10,573	27,032
Increase (decrease) in provision for bonuses	10,369	(12,275)
Increase (decrease) in provision for sales returns	(1,241)	(1,317)
Increase (decrease) in provision for point card certificates	18,552	10,216
Increase (decrease) in retirement benefit liability	37,368	13,437
Interest and dividend income	(128)	(230)
Interest expenses	73,679	72,611
Decrease (increase) in trade receivables	(270,565)	(254,402)
Decrease (increase) in inventories	506,985	(12,264)
Increase (decrease) in trade payables	(247,162)	154,843
Increase (decrease) in accounts payable - other	—	211,324
Increase (decrease) in accrued expenses	215,874	(186,867)
Increase (decrease) in accrued consumption taxes	216,526	(213,166)
Other, net	(86,835)	20,543
Subtotal	2,939,176	1,643,970
Interest and dividends received	128	230
Interest paid	(69,893)	(71,695)
Income taxes paid	(549,548)	(358,108)
Proceeds from subsidy income	—	291,150
Payments for temporary closure	—	(462,794)
Net cash provided by (used in) operating activities	2,319,863	1,042,753
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	22,381	—
Purchase of property, plant and equipment	(266,606)	(122,101)
Purchase of intangible assets	(83,830)	(70,550)
Purchase of investment securities	(1,198)	(872)
Payments for investments in capital	—	(31,707)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(234,852)	(15,539)
Purchase of insurance funds	(31,899)	(28,814)
Proceeds from maturity of insurance funds	—	16,504
Payments of guarantee deposits	(208,281)	(75,879)
Proceeds from refund of guarantee deposits	3,783	21,293
Other, net	(21,848)	(46,689)
Net cash provided by (used in) investing activities	(822,354)	(354,356)

	(Thousands of yen)	
	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Cash flows from financing activities		
Proceeds from long-term borrowings	620,000	—
Repayments of long-term borrowings	(871,232)	(596,290)
Repayments of lease obligations	(370,176)	(404,600)
Purchase of treasury shares	—	(33)
Dividends paid	(307,111)	(344,176)
Proceeds from issuance of shares resulting from exercise of share acquisition rights	72,144	—
Net cash provided by (used in) financing activities	(856,376)	(1,345,100)
Net increase (decrease) in cash and cash equivalents	641,132	(656,704)
Cash and cash equivalents at beginning of period	1,847,006	2,488,139
Cash and cash equivalents at end of period	2,488,139	1,831,435

( 5 ) Notes to consolidated financial statements

(Going concern assumptions)

Not applicable

(Segment information)

Segment information is omitted since the Group has a single segment for planning and sales of kidswear.

(Per Share Information)

	Fiscal year 2/2020 (from March 1, 2019 to February 29, 2020)	Fiscal year 2/2021 (from March 1, 2020 to February 28, 2021)
Net assets per share	428.24Yen	435.40Yen
Earnings per share	99.29Yen	39.19Yen

(Notes) 1 . Diluted profit per share is not stated because no potentially dilutive shares are outstanding.

2 . The basics for calculating profit per share is as follows:

	Fiscal year 2/2020 (from March 1, 2019 to February 29, 2020)	Fiscal year 2/2021 (from March 1, 2020 to February 28, 2021)
Earnings per share		
Profit attributable to owners of parent (in K yen)	999,031	396,715
Amount not attributable to owners of common shares (in K yen)	—	—
Profit attributable to owners of parent related to common shares (in K yen)	999,031	396,715
Average number of common shares outstanding (shares)	10,060,821	10,122,827

(Significant subsequent events)

Not applicable