

Quarterly Securities Report

(The Third Quarter of the 37th Fiscal Year)

JINS HOLDINGS INC.

This document was prepared based on the Company's Quarterly Securities Report in Japanese.

In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

[Cover Page]

[Document title]	Quarterly Securities Report
[Article of the applicable law requiring submission of this document]	Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Act
[Filed to]	Director-General of the Kanto Local Finance Bureau
[Filing date]	July 12, 2024
[Fiscal year]	Third quarter of the 37th term (from March 1, 2024 to May 31, 2024)
[Company name]	JINS HOLDINGS Inc.
[Company name in English]	JINS HOLDINGS Inc.
[Title and name of representative]	Hitoshi Tanaka, President and CEO
[Address of registered headquarter]	26-4 Kawaharamachi 2-chome, Maebashi-shi, Gunma (This is the address of the registered head office, but the actual business is conducted at the nearest place of contact.)
[Telephone number]	Not applicable
[Name of contact person]	Not applicable
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[Telephone number]	+81-3-6890-4800 (main number)
[Name of contact person]	Yukinori Arakawa, Executive Officer and General Manager of Administration Division
[Place for public inspection]	Tokyo Stock Exchange, Inc. (2-1 Nihombashi Kabutocho, Chuo-ku, Tokyo)

Part I Company Information

I. Overview of Company

1. Key financial data

Term	36th term Nine months ended May 31, 2023	37th term Nine months ended May 31, 2024	36th term
Accounting period	From September 1, 2022 to May 31, 2023	From September 1, 2023 to May 31, 2024	From September 1, 2022 to August 31, 2023
Net sales (millions of yen)	53,562	59,163	73,264
Ordinary profit (millions of yen)	3,587	5,115	3,739
Profit attributable to owners of parent (millions of yen)	2,151	3,173	1,762
Comprehensive income (millions of yen)	1,901	3,170	1,676
Net assets (millions of yen)	22,005	23,949	21,779
Total assets (millions of yen)	44,456	48,668	44,863
Earnings per share (yen)	92.18	135.99	75.50
Diluted earnings per share (yen)	84.50	129.72	69.42
Equity ratio (%)	49.5	49.2	48.5

Term	36th term 3rd quarter	37th term 3rd quarter
Accounting period	From March 1, 2023 To May 31, 2023	From March 1, 2024 To May 31, 2024
Earnings per share (yen)	59.07	69.30

- (Notes)
1. As the Company prepares the quarterly consolidated financial statements, the description of key financial data of the submitting company is omitted.
 2. In the calculation of earnings per share and diluted earnings per share, the Company's shares held by Custody Bank of Japan, Ltd. (Trust Account E) as trust assets of "Stock Granting Trust (J-ESOP)" are included in the treasury stock deducted in the calculation of the average number of shares during the period.

2. Description of business

There are no significant changes in the description of business which the Company group (the Company and the Company's affiliates. Hereinafter, the "Group") operates during the nine months ended May 31, 2024.

In addition, there are no changes in major affiliates.

II. Overview of Business

1. Business risks

In the nine months ended May 31, 2024, there were no matters that may have a significant impact on the judgment of investors in the overview of business, financial information and other matters stated in this Quarterly Securities Report or no significant changes in “Business Risks” stated in the Annual Securities Report for the previous fiscal year.

In addition, there were no material events.

2. Management analysis of financial position, operating results and cash flows

Forward-looking statements in this document are based on the Group's judgments as of the end of this quarter of the fiscal year under review.

(1) Financial position and operating results

During the nine months ended May 31, 2024 (September 1, 2023 to May 31, 2024), the Japanese economy experienced a recovery in inbound demand as social and economic activities have normalized with the diminishing impact of the novel coronavirus disease (COVID-19). However, the recovery of personal consumption remained at a standstill due to continuous inflation caused by a surge in raw material prices and currency movements. Looking at the global economy, while global inflation caused by rising prices of crude oil and raw materials, financial tightening policies, and other factors continue to affect the economy, China has seen slower growth mainly due to the sluggish real estate market and rising youth unemployment rate, and there are concerns about further downward risks to the economy.

The domestic retail eyewear market (eyeglasses for vision correction) seemed to exhibit a trend of recovery to the level before the outbreak of COVID-19 as the impact of the pandemic diminished.

Under this market environment, in the eyewear business, the Company and its consolidated subsidiaries (collectively, the “Group”) took such initiatives as strengthening development of innovative products and advancing store development, which they identified as management issues. With regard to product development, we developed products that fit the usage scenarios encountered by our customers and provided new product value through initiatives such as “JINS HOME,” which are designed for at-home use. Also, we have continued a joint project to develop an eyeglass-shaped, violet-light-emitting medical device designed to suppress the progress of myopia, conducted as part of our initiatives to realize “the world free from myopia.” As for store strategies, we have promoted store openings at locations that are convenient to customers based on the market environment. In Japan, we opened stores mainly in suburban roadsides and small shopping malls. For overseas locations, we engaged in developing concepts for stores that are able to offer customers a new kind of shopping experience.

In terms of store development, the number of stores as of May 31, 2024, was 739, including 490 stores in Japan and 249 stores overseas (175 in China, 60 in Taiwan, 10 in Hong Kong, and 4 in the United States).

As a result, for the nine months ended May 31, 2024, the Company posted net sales of ¥59,163 million (up 10.5% year-on-year) partly thanks to the impact of new store openings in Japan and overseas. Operating profit was ¥5,060 million (up 37.5% year-on-year), ordinary profit was ¥5,115 million (up 42.6% year-on-year), and profit attributable to owners of parent was ¥3,173 million (up 47.5% year-on-year), achieving increased sales and profits.

(2) Analysis and examination of operating results, etc. from management perspective

1) Business results by segment

<Domestic Eyewear Business>

In the domestic eyewear business, as in the previous fiscal year, we stepped up sales activities targeting every customer visiting our store and saw more customers purchase optional lenses, such as “JINS Ultra-Thin Lenses,” double-sided aspherical lenses with the world’s highest level of refractive index. Sales were also driven by the “JINS HOME” series of eyeglasses, which are specifically designed for at-home use and combine a comfortable, stress-free fit with a design that allows users to enjoy everyday life in their own way and “JINS × Snow Peak,” a series launched in collaboration with the outdoor brand “Snow Peak” and offering a lineup that includes a model with the “JINS Switch” eyewear function turning eyeglasses and sunglasses into one, as well as sunglasses and other seasonal products. Meanwhile, membership of the JINS app reached approximately 14.76 million people as of the end of May 2024.

In terms of store development, the number of stores in Japan was 490 (20 openings and 3 closures).

As a result, net sales of the domestic eyewear business were ¥45,152 million (up 11.1% year-on-year), and segment operating profit was ¥4,720 million (up 47.9% year-on-year).

<Overseas Eyewear Business>

In the overseas eyewear business, in China, although the impact of COVID-19 diminished, the continued weakness of consumption due to the sluggish real estate market and rising youth unemployment rate had an impact on the Company's business performance.

In Taiwan, business performance was strong mainly due to continued favorable feedback of the Made in Japan lenses that are available as an option.

In Hong Kong, although net sales increased due to the opening of new stores, earnings were lower than expected due to an increase in outbound sales to China and Japan due to the impact of foreign exchange rates.

In the United States, we have promoted business structure reform aimed at expanding the scale of business, centered on the EC business. Meanwhile, net sales of the existing stores also remained strong.

In terms of store development, the total number of stores overseas was 249 as of the end of the period under review, including 175 stores in China (8 openings and 5 closures), 60 in Taiwan (6 openings and 1 closure), 10 in Hong Kong (1 opening and no closures), and 4 in the United States (no openings or closures).

As a result, net sales of the overseas eyewear business were ¥14,011 million (up 8.3% year-on-year), and segment operating profit was ¥339 million (down 30.2% year-on-year).

2) Analysis of financial position

(a) Assets

Current assets grew ¥3,322 million from the end of the previous fiscal year to ¥27,080 million.

This was mainly due to increases of ¥1,534 million in cash and deposits, ¥976 million in merchandise and finished goods, and ¥910 million in accounts receivable – trade.

Non-current assets were up ¥482 million from the end of the previous fiscal year to ¥21,587 million.

This was mainly due to an increase of ¥460 million in property, plant and equipment such as buildings and structures as a result of the Group's expansion of retail stores.

As a result, total assets increased ¥3,804 million from the end of the previous fiscal year to ¥48,668 million.

(b) Liabilities

Current liabilities were up ¥11,253 million from the end of the previous fiscal year to ¥22,523 million.

This was mainly due to the transfer of ¥10,010 million of the current portion of convertible bond-type bonds with share acquisition rights from non-current liabilities and an increase of ¥1,179 million in accounts payable – trade.

Non-current liabilities decreased ¥9,618 million from the end of the previous fiscal year to ¥2,195 million.

This was mainly due to the transfer of ¥10,010 million of the current portion of convertible bond-type bonds with share acquisition rights to current liabilities.

As a result, total liabilities increased ¥1,634 million from the end of the previous fiscal year to ¥24,718 million.

(c) Net assets

Net assets grew ¥2,170 million from the end of the previous fiscal year to ¥23,949 million.

This was mainly due to the recording of ¥3,173 million in profit attributable to owners of parent, despite a decrease of ¥1,056 million due to the payment of dividends.

(3) Research and development activities

Total research and development expenses were ¥46 million for the nine months ended May 31, 2024.

There was no material change in the Group's research and development activities during the nine months ended May 31, 2024.

3. Material contracts, etc.

There was no decision or conclusion of material management contracts, etc. during the third quarter of the fiscal year under review.

III. Status of the Submitting Company

1. Status of Shares, etc.

(1) Total Number of Shares, etc.

1) Total Number of Shares

Class	Total number of authorized shares (shares)
Common stock	73,920,000
Total	73,920,000

2) Issued Shares

Class	As of the end of 3rd quarter of the fiscal year (shares) (May 31, 2024)	As of the submission date (shares) (July 12, 2024)	Stock exchange on which the Company is listed	Details
Common stock	23,980,000	23,980,000	Tokyo Stock Exchange Prime Section	The number of shares constituting one unit: 100 shares
Total	23,980,000	23,980,000	—	—

(2) Status of Share Acquisition Rights, etc.

1) Details of the Stock Option Plan

Not applicable.

2) Status of Other Share Acquisition Rights, etc.

Not applicable.

(3) Status of Exercises of Moving Strike Convertible Bonds, etc.

Not applicable.

(4) Changes in the Total Number of Shares Issued and the Amount of Common Stock, etc.

Date	Changes in the total number of shares issued (shares)	Balance of the total number of shares issued (shares)	Changes in common stock (millions of yen)	Balance of common stock (millions of yen)	Changes in legal capital surplus (millions of yen)	Balance of legal capital surplus (millions of yen)
From March 1, 2024 to May 31, 2024	—	23,980,000	—	3,202	—	3,157

(5) Status of Major Shareholders

There are no matters to be stated as the period under review is the third quarter.

(6) Status of Voting Rights

1) Issued Shares

As of May 31, 2024

Classification	Number of shares (shares)	Number of voting rights (units)	Details
Shares without voting rights	—	—	—
Shares with restricted voting rights (treasury stock, etc.)	—	—	—
Shares with restricted voting rights (others)	—	—	—
Shares with full voting rights (treasury stock, etc.)	(Treasury stock) Common stock 339,900	—	—
Shares with full voting rights (others)	Common stock 23,618,100	236,181	Number of shares per unit: 100 shares
Odd-lot shares	Common stock 22,000	—	—
Total number of shares issued	23,980,000	—	—
Total voting rights held by shareholders	—	236,181	—

(Note) Common stock in the column “Shares with full voting rights (others)” includes 300,000 shares (3,000 voting rights) held by Japan Custody Bank, Ltd. (Trust Account E) as trust assets of “Stock Granting Trust (J-ESOP).”

2) Treasury Stock, etc.

As of May 31, 2024

Name of shareholder	Address of shareholder	Number of shares held under own name (shares)	Number of shares held under the names of others (shares)	Total number of shares held (shares)	Percentage of the number of shares held in the total number of shares issued (%)
JINS HOLDINGS Inc.	26-4 Kawaharamachi 2-chome, Maebashi-shi, Gunma	339,900	—	339,900	1.42
Total	—	339,900	—	339,900	1.42

(Note) Treasury stock, etc. above do not include 300,000 shares held by Japan Custody Bank, Ltd. (Trust Account E) as trust assets of “Stock Granting Trust (J-ESOP).”

2. Status of Officers

Not applicable.

IV. Financial Information

1. Preparation methods of quarterly consolidated financial statements

The quarterly consolidated financial statements of the Company are prepared based on the Regulation on the Terminology, Forms, and Preparation Methods of Quarterly Consolidated Financial Statements (Cabinet Office Order No. 64 of 2007).

2. Audit certification

The Company's quarterly consolidated financial statements for the third quarter of the fiscal year under review (from March 1, 2024 to May 31, 2024) and the nine months ended May 31, 2024 (from September 1, 2023 to May 31, 2024) have received a quarterly review by Ernst & Young ShinNihon LLC, pursuant to provisions of Article 193-2, Paragraph 1 of the Financial Instruments and Exchange Act.

1. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of August 31, 2023	As of May 31, 2024
Assets		
Current assets		
Cash and deposits	12,202	13,737
Accounts receivable – trade	5,059	5,970
Merchandise and finished goods	4,107	5,084
Work in process	-	13
Raw materials and supplies	474	513
Other	1,912	1,761
Total current assets	23,757	27,080
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	9,022	9,760
Other, net	2,099	1,822
Total property, plant and equipment	11,122	11,582
Intangible assets	1,991	2,164
Investments and other assets		
Leasehold and guarantee deposits	4,101	4,226
Other	3,890	3,614
Total investments and other assets	7,991	7,841
Total non-current assets	21,105	21,587
Total assets	44,863	48,668

(Millions of yen)

	As of August 31, 2023	As of May 31, 2024
Liabilities		
Current liabilities		
Accounts payable – trade	1,745	2,925
Current portion of convertible bond-type bonds with share acquisition rights	-	10,007
Short-term borrowings	1,887	1,745
Current portion of long-term borrowings	33	25
Accounts payable - other, and accrued expenses	4,986	4,962
Income taxes payable	793	1,069
Provision for bonuses	85	299
Provision for product warranties	190	214
Other	1,547	1,273
Total current liabilities	11,270	22,523
Non-current liabilities		
Convertible bond-type bonds with share acquisition rights	10,015	-
Long-term borrowings	11	26
Asset retirement obligations	1,070	1,124
Other	716	1,043
Total non-current liabilities	11,813	2,195
Total liabilities	23,083	24,718
Net assets		
Shareholders' equity		
Common stock	3,202	3,202
Capital surplus	3,228	3,201
Retained earnings	20,081	21,320
Treasury stock	(5,003)	(4,040)
Total shareholders' equity	21,509	23,683
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	93	67
Foreign currency translation adjustment	175	198
Total accumulated other comprehensive income	269	266
Total net assets	21,779	23,949
Total liabilities and net assets	44,863	48,668

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Nine months ended May 31, 2023 and May 31, 2024

(Millions of yen)

	For the nine months ended May 31, 2023	For the nine months ended May 31, 2024
Net sales	53,562	59,163
Cost of sales	11,751	12,961
Gross profit	41,810	46,202
Selling, general and administrative expenses	*1 38,131	*1 41,142
Operating profit	3,679	5,060
Non-operating income		
Interest income	47	12
Foreign exchange gains	-	90
Subsidy income	179	32
Reversal of allowance for business structure reform expenses	60	-
Other	55	44
Total non-operating income	342	179
Non-operating expenses		
Interest expenses	106	95
Share of loss of entities accounted for using equity method	103	18
Rental expenses on real estate	107	-
Foreign exchange losses	61	-
Other	55	10
Total non-operating expenses	434	124
Ordinary profit	3,587	5,115
Extraordinary losses		
Loss on retirement of non-current assets	97	100
Loss on store closings	26	17
Loss on valuation of investment securities	-	28
Impairment loss	25	-
Loss due to temporary store closures	*2 74	-
Total extraordinary losses	222	146
Profit before income taxes	3,364	4,968
Income taxes – current	1,103	1,545
Income taxes – deferred	108	249
Total income taxes	1,212	1,794
Profit	2,151	3,173
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	2,151	3,173

Quarterly Consolidated Statements of Comprehensive Income
 Nine months ended May 31, 2023 and May 31, 2024

(Millions of yen)

	For the nine months ended May 31, 2023	For the nine months ended May 31, 2024
Profit	2,151	3,173
Other comprehensive income		
Valuation difference on available-for-sale securities	(77)	(26)
Foreign currency translation adjustment	(193)	126
Share of other comprehensive income of entities accounted for using equity method	21	(103)
Total other comprehensive income	(249)	(3)
Comprehensive income	1,901	3,170
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	1,901	3,170
Comprehensive income attributable to non-controlling interests	-	-

[Notes]

(Change in the scope of consolidation or the scope of application of the equity method)

(Significant change in the scope of consolidation)

From the first quarter of the fiscal year under review, Yamato Technical Co., Ltd. is included in the scope of consolidation due to its increased significance.

JINS SHENYANG CO., LTD., a consolidated subsidiary of the Company, was dissolved through an absorption-type merger with JINS SHANGHAI CO., LTD. as the surviving company in the second quarter of the fiscal year under review. In addition, Think Lab Inc. has completed its liquidation.

(Significant change in the scope of application of the equity method)

From the first quarter of the fiscal year under review, FITTINGBOX S.A. is excluded from the scope of application of the equity method because of a decrease in the ownership ratio due to issuance of new shares.

(Additional information)

(Transactions of delivering the Company's shares to employees, etc. through a trust)

The Company, at the Board of Directors meeting held on January 12, 2024, resolved to introduce "Stock Granting Trust (J-ESOP)" (hereinafter referred to as the "Plan" and a trust created under a trust agreement entered into with Mizuho Trust & Banking Co., Ltd. regarding the Plan is referred to as the "Trust.") as an incentive plan to grant the Company's shares to employees of the Company and its subsidiaries (hereinafter referred to as the "Employees") in order to raise their willingness and motivation to increase stock price and business results by enhancing the connection between the Company's stock price and business results with the treatment for Employees, and sharing economic benefits with our shareholders, and to conduct transactions to deliver the Company's shares to Employees through a trust.

1. Overview of the Plan

The Plan, which is a trust-type scheme based on the U.S. Employee Stock Ownership Plan (ESOP), grants the Employees who meet certain requirements the Company's shares and monies equivalent to the amount obtained by converting the Company's shares at the market value (hereinafter referred to as the "Company's Shares, etc."), based on the Stock Granting Regulations predetermined by the Company.

The Company will grant points to the Employees according to the Company's business results, etc. and when they obtain the right to receive as such under certain conditions, the Company will grant them an amount of the Company's Shares, etc. equivalent to such points granted. Shares to be granted to the Employees, including those for the future, will be acquired using monies established as a trust beforehand and are separately managed as trust assets.

Through introducing the Plan, the Company expects to raise the Employees' awareness toward increasing the stock price and business results and contribute to providing higher motivation for engaging in their duties.

2. The Company's shares remaining in the Trust

The Company's shares remaining in the Trust are recorded at book value in the Trust (excluding the amount of incidental expenses) as treasury stock under net assets. The book value and number of the corresponding treasury stock as of the end of the third quarter of the fiscal year under review were ¥1,383 million yen and 300,000 shares, respectively.

(Quarterly Consolidated Balance Sheet)

I. Liability on guarantees

The Group entered into proxy deposit agreements with lessors and financial institutions regarding leasehold and guarantee deposits on some leasehold properties.

Based on the agreements, the financial institutions have deposited the amounts equivalent to leasehold and guarantee deposits to the lessors, and the Group guaranteed the obligations of the lessors to refund the leasehold and guarantee deposits to the financial institutions.

	Previous consolidated fiscal year (August 31, 2023)	3rd quarter of consolidated fiscal year under review (May 31, 2024)
	¥227 million	¥227 million

II. Financial covenants

Previous consolidated fiscal year (August 31, 2023)

The Company entered into loan commitment agreements with counterparty banks to flexibly and stably procure working capital and funding for capital investments mainly for new store openings, and the said loan commitment agreements are subject to financial covenants.

(1) Loan commitment agreements entered into on August 26, 2022

Total amount of loan commitments	¥8,000 million
Available amount at the year-end	¥4,000 million
Outstanding borrowings	-
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Unused balance	¥4,000 million

Financial covenants on the loan commitment agreements above

- 1) Total net assets in the consolidated balance sheets at each year-end after the effective date of the agreement must be at least 75% of those at the year-end immediately before the effective date of the agreement or at least 75% of those at the most recent each year-end, whichever is higher.
- 2) The Company shall not record ordinary loss for two consecutive years in the consolidated statement of income at each fiscal year-end after the effective date of the agreement.

Third quarter of the consolidated fiscal year under review (May 31, 2024)

The Company entered into loan commitment agreements with counterparty banks to flexibly and stably procure working capital and funding for capital investments mainly for new store openings, and the said loan commitment agreements are subject to financial covenants.

(1) Loan commitment agreements entered into on August 26, 2022

Total amount of loan commitments	¥8,000 million
Available amount at the period-end	¥4,000 million
Outstanding borrowings	-
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Unused balance	¥4,000 million

Financial covenants on the loan commitment agreements above

- 1) Total net assets in the consolidated balance sheets at each year-end after the effective date of the agreement must be at least 75% of those at the year-end immediately before the effective date of the agreement or at least 75% of those at the most recent each year-end, whichever is higher.
- 2) The Company shall not record ordinary loss for two consecutive years in the consolidated statement of income at each fiscal year-end after the effective date of the agreement.

(Quarterly Consolidated Statements of Income)

*1. Major components and amounts of selling, general and administrative expenses were as follows:

	Nine months ended May 31, 2023	Nine months ended May 31, 2024
Salaries and allowances	¥11,313 million	¥11,939 million
Rent expenses on land and buildings	¥8,882 million	¥9,611 million
Advertising expenses	¥1,875 million	¥2,366 million
Research and development expenses	¥42 million	¥46 million

*2. Loss due to temporary store closures

For the nine months ended May 31, 2023

In response to intermittent lockdowns of Chinese cities due to the spread of COVID-19, the Group had to shut down up to 126 stores. The Group recorded a loss due to temporary store closures of ¥74 million, which includes rent expenses on land and buildings during the store closing periods, in extraordinary losses.

For the nine months ended May 31, 2024

Not applicable.

(Quarterly Consolidated Statements of Cash Flows)

The quarterly consolidated statements of cash flows for the nine months ended May 31, 2024 have not been prepared.

Depreciation (including amortization of intangible assets) for the nine months ended May 31, 2023 and 2024 is as follows:

	Nine months ended May 31, 2023	Nine months ended May 31, 2024
Depreciation	¥2,193 million	¥2,139 million

(Shareholders' Equity)

For the nine months ended May 31, 2023

1. Dividends paid

Resolution	Class of shares	Total amount (Millions of Yen)	Per share amount (Yen)	Record date	Effective date	Source of dividends
Board of Directors meeting held on April 14, 2023	Common stock	303	13.00	February 28, 2023	May 12, 2023	Retained earnings

2. Of dividends for which the record date is during the nine months ended May 31, 2023, dividends with effective dates falling after the end of the third quarter of the fiscal year

Not applicable.

For the nine months ended May 31, 2024

1. Dividends paid

Resolution	Class of shares	Total amount (Millions of Yen)	Per share amount (Yen)	Record date	Effective date	Source of dividends
Annual General Meeting of Shareholders held on November 29, 2023	Common stock	583	25.00	August 31, 2023	November 30, 2023	Retained earnings
Board of Directors meeting held on April 12, 2024	Common stock	472	20.00	February 29, 2024	May 10, 2024	Retained earnings

(Note) The total amount of dividends resolved on April 12, 2024 includes ¥6 million for the Company's shares held by Custody Bank of Japan, Ltd. (Trust Account E) as trust assets of "Stock Granting Trust (J-ESOP)."

2. Of dividends for which the record date is during the nine months ended May 31, 2024, dividends with effective dates falling after the end of the third quarter of the fiscal year

Not applicable.

(Segment Information, etc.)

[Segment Information]

I. For the nine months ended May 31, 2023

1. Information about net sales and profit (loss) by reportable segment and information about revenue breakdown

(Millions of yen)

	Reportable segment			Adjustments	Consolidated (Note)
	Domestic eyewear business	Overseas eyewear business	Subtotal		
Net sales:					
Revenue from contracts with customers	40,627	12,935	53,562	-	53,562
Sales to outside customer	40,627	12,935	53,562	-	53,562
Intersegment sales or transfers	514	2	516	(516)	-
Total	41,141	12,937	54,078	(516)	53,562
Segment profit	3,192	486	3,679	-	3,679

Note: Segment profit is reconciled to operating profit in the quarterly consolidated statements of income.

2. Information about loss on impairment of non-current assets and goodwill by reportable segment

(Significant loss on impairment of non-current assets)

Not applicable.

(Significant changes in goodwill)

Not applicable.

(Significant gain on negative goodwill)

Not applicable.

II. For the nine months ended May 31, 2024

1. Information about net sales and profit (loss) by reportable segment and information about revenue breakdown

(Millions of yen)

	Reportable segment			Adjustments	Consolidated (Note)
	Domestic eyewear business	Overseas eyewear business	Subtotal		
Net sales:					
Revenue from contracts with customers	45,152	14,011	59,163	-	59,163
Sales to outside customers	45,152	14,011	59,163	-	59,163
Intersegment sales or transfers	620	11	632	(632)	-
Total	45,772	14,023	59,796	(632)	59,163
Segment profit	4,720	339	5,060	-	5,060

Note: Segment profit is reconciled to operating profit in the quarterly consolidated statements of income.

2. Information about loss on impairment of non-current assets and goodwill by reportable segment

(Significant loss on impairment of non-current assets)

Not applicable.

(Significant changes in goodwill)

Not applicable.

(Significant gain on negative goodwill)

Not applicable.

(Revenue Recognition)

Information about breakdown of revenue from contracts with customers is as stated in “Notes (Segment Information, etc.)”

(Per Share Information)

Basic and diluted earnings per share are calculated as follows:

Items	Nine months ended May 31, 2023	Nine months ended May 31, 2024
(1) Basic earnings per share	¥92.18	¥135.99
(Basis for calculation)		
Profit attributable to owners of parent (millions of yen)	2,151	3,173
Profit not attributable to common shareholders (millions of yen)	-	-
Profit attributable to owners of parent related to common stock (millions of yen)	2,151	3,173
Weighted-average number of shares of common stock outstanding during the year (shares)	23,340,157	23,340,084
(2) Diluted earnings per share	¥84.50	¥129.73
(Basis for calculation)		
Adjustments to profit attributable to owners of parent (millions of yen)	(28)	(5)
[of which, interest income (after tax effect)] (millions of yen)	[(28)]	[(5)]
Increase in number of shares of common stock (shares)	1,787,203	1,087,311
[of which, convertible bond-type bonds with share acquisition rights]	[1,787,203]	[1,087,311]
Summary of potential shares not included in calculation of diluted earnings per share due to lack of dilutive effect, which were subject to significant change from the end of the previous fiscal year	-	-

(Note) In the calculation of basic earnings per share, the Company's shares held by Custody Bank of Japan, Ltd. (Trust Account E) as trust assets of "Stock Granting Trust (J-ESOP)" are included in the treasury stock deducted in the calculation of the average number of shares during the period (166,667 shares for the nine months ended May 31, 2024).

(Subsequent Events)

Not applicable.

2. Others

Regarding the interim dividend for the 37th term (from September 1, 2023 to August 31, 2024), at the Board of Directors meeting held on April 12, 2024, it was resolved to pay an interim dividend to shareholders who were recorded in the shareholder registry as of February 29, 2024.

- 1) Total amount: ¥472 million
- 2) Per share amount: ¥20.00
- 3) Effective date of claim for payment and payment commencement date: May 10, 2024

(Note) The total amount of dividends includes ¥6 million for the Company's shares held by Custody Bank of Japan, Ltd. (Trust Account E) as trust assets of "Stock Granting Trust (J-ESOP)."

Part II Information on Guarantor Companies, etc. for the Submitting Company

Not applicable.