

# Consolidated Financial Results for the Year Ended March 31, 2025 (Based on Japanese GAAP)



May 7, 2025

Company name: **Axial Retailing Inc.**  
 Stock exchange listings: Tokyo Prime  
 Securities code: 8255  
 URL: <https://www.axial-r.com/>  
 Representative: Kazuhiko Hara, President and Representative Director, CEO  
 Contact: Bungo Yamagishi, Vice President and Director, CFO Tel. +81 258-66-6711  
 Date of general shareholders' meeting (scheduled): June 19, 2025  
 Dividend payable date (scheduled): June 20, 2025  
 Annual securities report filing date (scheduled): June 18, 2025  
 Supplementary material for annual results: Yes  
 Briefing for annual results: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

## 1. Consolidated financial results for the fiscal year ended March 31, 2025 (From April 1, 2024 to March 31, 2025)

### (1) Consolidated operating results

(% change YoY)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	281,870	4.3	12,060	2.4	12,709	3.1	9,006	21.0
March 31, 2024	270,224	6.0	11,779	12.8	12,332	12.7	7,442	17.1

Note: Comprehensive income

Fiscal year ended March 31, 2025: 9,004 million yen [12.0%]

Fiscal year ended March 31, 2024: 8,039 million yen [23.9%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	99.54	—	10.4	9.5	4.3
March 31, 2024	81.79	—	9.2	9.7	4.4

Reference: Equity method Investment profit / loss:

Fiscal year ended March 31, 2025: —

Fiscal year ended March 31, 2024: —

Note: On April 1, 2024, Axial Retailing Inc. (hereinafter referred to as the "Company") conducted a four-for-one stock split of its common stock. Therefore, "Basic earnings per share" and "Diluted earnings per share" are calculated as if the stock split had taken effect at the beginning of the previous fiscal year in accordance with the "Accounting Standard for Earnings Per Share" and other relevant standards.

### (2) Consolidated financial positions

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	135,296	89,294	66.0	994.96
March 31, 2024	131,390	83,298	63.4	920.10

Reference: Net assets attributable to owners of parent

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

As of March 31, 2024: 83,298 million yen

Note: On April 1, 2024, the Company conducted a four-for-one stock split of its common stock. Therefore, "Net assets per share" is calculated as if the stock split had taken effect at the beginning of the previous fiscal year in accordance with the "Accounting Standard for Earnings Per Share" and other relevant standards.

### (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
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	11,815	-7,670	-3,277	21,887
March 31, 2024	17,099	-11,864	-3,755	21,019

### 2. Cash Dividends

	Annual dividends per share					Total dividends paid (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Ended March 31, 2024	—	30.00	—	55.00	85.00	1,923	26.0	2.4
Ended March 31, 2025	—	11.00	—	16.00	27.00	2,431	27.1	2.8
Ending March 31, 2026 (Forecast)	—	13.00	—	16.00	29.00		31.3	

Note: On April 1, 2024, the Company conducted a four-for-one stock split of its common stock. Therefore, the cash dividends for the fiscal years ended March 31, 2024 show the actual dividend amount before the said stock split, and the dividend amount for the fiscal year ended March 31, 2025 and the fiscal year ending March 31, 2026 (Forecast) show the actual dividend and the projected dividend amount based on the number of shares after the said stock split. In addition, on May 7, 2025, the company announced an increase in the year-end dividend for the fiscal year ending March 2025 from the initial forecast to the above amount.

### 3. Forecast for the fiscal year ending March 31, 2026 (From April 1, 2025 to March 31, 2026)

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

#### Notes:

1. Significant changes in the scope of consolidation during the period: None

2. Changes in accounting policies, accounting estimates and retrospective restatement

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

2.2. Changes in accounting policies due to other reasons: None

2.3. Changes in accounting estimates: None

2.4. Restatement: None

\* From the beginning of the fiscal year ending March 2025, Revised "Accounting Standard for Current Income Taxes", etc. have been applied.

3. Number of issued shares (common stock)

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

As of March 31, 2025: 93,552,156 shares, As of March 31, 2024: 93,552,156 shares

3.2. Number of treasury shares at the end of the period

As of March 31, 2025: 3,804,784 shares, As of March 31, 2024: 3,019,616 shares

3.3. Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Fiscal year ended March 31, 2025: 90,480,081 shares, Fiscal year ended March 31, 2024: 91,000,455 shares

\* On April 1, 2024, the Company conducted a four-for-on stock split of common shares. Therefore, "Number of issued shares at the end of fiscal year (including treasury stock)", "Number of shares of treasury stock at the end of fiscal year" and "Average number of shares" are calculated as if the stock split had taken effect at the beginning of the previous fiscal year in accordance with the "Accounting Standard for Earnings Per Share" and other relevant standards.

**Reference:****Non-consolidated financial results for the fiscal year ended March 31, 2025  
(From April 1, 2024 to March 31, 2025)****(1) Non-consolidated operating results**

(% change YoY)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	3,121	3.1	2,119	-2.1	2,388	4.3	2,317	5.8
March 31, 2024	3,028	3.9	2,165	-0.4	2,291	5.6	2,190	5.1

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	25.62	—
March 31, 2024	24.07	—

Note: On April 1, 2024, the Company conducted a four-for-one stock split of its common stock. Therefore, "Basic earnings per share" and "Diluted earnings per share" are calculated as if the stock split had taken effect at the beginning of the previous fiscal year in accordance with the "Accounting Standard for Earnings Per Share" and other relevant standards.

**(2) Non-consolidated financial position**

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	29,047	24,640	84.8	274.56
March 31, 2024	31,824	25,331	79.6	279.80

Reference: Net assets attributable to owners of parent

As of March 31, 2025: 24,640 million yen

As of March 31, 2024: 25,331 million yen

Note: On April 1, 2024, the Company conducted a four-for-one stock split of its common stock. Therefore, "Net assets per share" is calculated as if the stock split had taken effect at the beginning of the previous fiscal year in accordance with the "Accounting Standard for Earnings Per Share" and other relevant standards.

**Cautions:**

1. This earnings release is not subject to audit procedures to be performed by certified public accountants or an audit firm.
2. Explanation relating to the appropriate use of earnings forecasts, and other noteworthy items  
Forward-looking statements in this earnings release, such as forecasts of results of operations, are based on the information currently available and certain assumptions that we regard as reasonable and therefore actual results may differ materially from those contained in or suggested by any forward-looking statements.
3. This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

3 Consolidated Financial Statements  
(1) Consolidated Balance Sheet

	(Yen million)	
	As of March 31, 2024	As of March 31, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	21,021	21,887
Notes and accounts receivable – trade	6,042	7,224
Lease investment assets	445	358
Merchandise and finished goods	5,352	5,714
Work in process	7	12
Raw materials and supplies	353	358
Income tax refund receivable	80	0
Other	3,962	4,053
Allowance for doubtful accounts	–9	–3
Total current assets	37,256	39,605
Non-current assets		
Property, plant and equipment		
Buildings and structures	97,034	103,828
Accumulated depreciation	–51,877	–54,857
Buildings and structures, net	45,156	48,971
Machinery, equipment and vehicles	3,499	4,090
Accumulated depreciation	–2,730	–2,937
Machinery, equipment and vehicles, net	768	1,152
Land	20,870	20,863
Leased assets	3,906	3,584
Accumulated depreciation	–2,390	–2,215
Leased assets, net	1,516	1,369
Construction in progress	3,781	1,028
Other	15,544	16,511
Accumulated depreciation	–12,411	–13,165
Other, net	3,132	3,346
Total property, plant and equipment	75,226	76,732
Intangible assets		
Goodwill	2	1
Other	3,006	3,239
Total intangible assets	3,009	3,241
Investments and other assets		
Investment securities	3,614	3,778
Long-term loans receivable	1	3
Retirement benefit asset	600	599
Deferred tax assets	4,039	3,897
Lease and guarantee deposits	6,809	6,567
Other	852	885
Allowance for doubtful accounts	–20	–15
Total investments and other assets	15,897	15,716
Total non-current assets	94,133	95,690
Total assets	131,390	135,296

(Yen million)

	As of March 31, 2024	As of March 31, 2025
<b>Liabilities</b>		
Current liabilities		
Accounts payable – trade	18,895	18,630
Contract liabilities	667	680
Lease obligations	266	268
Income taxes payable	2,368	1,781
Provision for bonuses for directors (and other officers)	324	317
Provision for bonuses	2,586	2,301
Other	8,236	7,785
Total current liabilities	33,344	31,765
Non-current liabilities		
Lease obligations	2,287	2,038
Asset retirement obligations	6,213	6,193
Long-term guarantee deposits	6,088	5,884
Retirement benefit liability	1	1
Other	156	118
Total non-current liabilities	14,746	14,236
Total liabilities	48,091	46,001
<b>Net assets</b>		
Shareholders' equity		
Share capital	3,159	3,159
Capital surplus	15,749	15,749
Retained earnings	64,973	71,738
Treasury shares	-2,727	-3,494
Total shareholders' equity	81,155	87,153
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,650	1,746
Adjustments related to retirement benefits	492	394
Total accumulated other comprehensive income	2,143	2,141
Total net assets	83,298	89,294
<b>Total liabilities and net assets</b>	<b>131,390</b>	<b>135,296</b>

(2) Consolidated Statements of Income and Comprehensive Income  
Consolidated Statement of Income

(Yen million)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	270,224	281,870
Cost of sales	191,085	199,814
Gross profit	79,138	82,056
Selling, general and administrative expenses		
Employees' salaries	9,843	10,210
Miscellaneous salaries and wages	18,793	20,284
Provision for bonuses for directors (and other officers)	324	317
Bonuses	1,757	1,854
Provision for bonuses	2,403	2,140
Retirement benefit expenses	615	537
Rent expenses on land and buildings	5,521	5,561
Depreciation	5,002	5,341
Amortization of goodwill	0	0
Provision of allowance for doubtful accounts	6	0
Other	23,090	23,747
Total selling, general and administrative expenses	67,358	69,995
Operating profit	11,779	12,060
Non-operating income		
Interest income	37	34
Dividend income	63	74
Insurance income	101	118
Subsidy income	326	446
Other	86	45
Total non-operating income	616	720
Non-operating expenses		
Interest expenses	49	52
Commission for purchase of treasury shares	10	5
Other	4	13
Total non-operating expenses	64	71
Ordinary profit	12,332	12,709
Extraordinary income		
Gain on sale of non-current assets	4	—
Gain on sale of investment securities	2	2
Total extraordinary income	6	2
Extraordinary losses		
Loss on sale of non-current assets	4	—
Loss on retirement of non-current assets	24	9
Impairment losses	1,495	131
Loss on sale of investment securities	0	—
Loss on valuation of investment securities	—	0
Total extraordinary losses	1,523	140
Profit before income taxes	10,815	12,571
Income taxes – current	3,948	3,460
Income taxes – deferred	–576	104
Total income taxes	3,372	3,565
Net profit	7,442	9,006
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	7,442	9,006

# Consolidated Statement of Comprehensive Income

(Yen million)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net profit	7,442	9,006
Other comprehensive income		
Valuation difference on available-for-sale securities	318	95
Adjustments related to retirement benefits	278	-97
Total other comprehensive income	596	-2
Comprehensive income	8,039	9,004
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,039	9,004
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated Statement of Changes in Shareholders' Equity

Fiscal year ended March 31, 2024

(Yen million)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	3,159	15,749	59,476	-1,226	77,159
Changes during period					
Dividends of surplus			-1,946		-1,946
Profit attributable to owners of parent			7,442		7,442
Purchase of treasury shares				-1,500	-1,500
Net changes in items other than shareholders' equity					—
Total changes during period	—	—	5,496	-1,500	3,996
Balance at end of period	3,159	15,749	64,973	-2,727	81,155

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available for sale securities	Adjustments related to retirement benefits	Total accumulated other comprehensive income	
Balance at beginning of period	1,332	214	1,546	78,705
Changes during period				
Dividends of surplus			—	-1,946
Profit attributable to owners of parent			—	7,442
Purchase of treasury shares			—	-1,500
Net changes in items other than shareholders' equity	318	278	596	596
Total changes during period	318	278	596	4,593
Balance at end of period	1,650	492	2,143	83,298

Fiscal year ended March 31, 2025

(Yen million)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	3,159	15,749	64,973	-2,727	81,155
Changes during period					
Dividends of surplus			-2,240		-2,240
Profit attributable to owners of parent			9,006		9,006
Purchase of treasury shares				-767	-767
Net changes in items other than shareholders' equity					—
Total changes during period	—	—	6,765	-767	5,998
Balance at end of period	3,159	15,749	71,738	-3,494	87,153

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available for sale securities	Adjustments related to retirement benefits	Total accumulated other comprehensive income	
Balance at beginning of period	1,650	492	2,143	83,298
Changes during period				
Dividends of surplus			—	-2,240
Profit attributable to owners of parent			—	9,006
Purchase of treasury shares			—	-767
Net changes in items other than shareholders' equity	95	-97	-2	-2
Total changes during period	95	-97	-2	5,996
Balance at end of period	1,746	394	2,141	89,294



(4) Consolidated Statement of Cash Flows

(Yen million)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	10,815	12,571
Depreciation	5,355	5,812
Impairment losses	1,495	131
Amortization of goodwill	0	0
Increase (decrease) in allowance for doubtful accounts	5	-10
Increase (decrease) in provision for bonuses for directors (and other officers)	49	-7
Increase (decrease) in provision for bonuses	404	-285
Increase (decrease) in net defined benefit asset and liability	-32	-133
Interest and dividend income	-101	-109
Interest expenses	49	52
Loss (gain) on sale of non-current assets	-0	—
Loss on retirement of non-current assets	24	9
Loss (gain) on sale of investment securities	-2	-2
Loss (gain) on valuation of investment securities	—	0
Decrease (increase) in trade receivables	-1,009	-1,182
Decrease (increase) in inventories	88	-371
Increase (decrease) in trade payables	2,849	-264
Decrease (increase) in consumption taxes receivable / payable	-130	429
Decrease (increase) in lease investment assets	95	70
Other	667	-973
Subtotal	20,623	15,736
Interest and dividends received	64	82
Interest paid	-39	-42
Income taxes paid	-3,548	-3,961
Net cash provided by (used in) operating activities	17,099	11,815
Cash flows from investing activities		
Net decrease (increase) in time deposits	-0	2
Proceeds from sale of investment securities	22	3
Purchase of property, plant and equipment	-10,955	-7,183
Proceeds from sale of property, plant and equipment	3	—
Purchase of intangible assets	-743	-500
Expenditure on loans	-1	-5
Proceeds from collection of loans receivable	6	4
Purchase of shares of subsidiaries	-0	—
Proceeds from maturity of insurance funds	29	—
Net increase (decrease) in payment for lease and guarantee deposits	30	269
Other	-255	-261
Net cash provided by (used in) investing activities	-11,864	-7,670
Cash flows from financing activities		
Repayment of lease obligations	-302	-269
Purchase of treasury shares	-1,510	-773
Dividends paid	-1,942	-2,235
Net cash provided by (used in) financing activities	-3,755	-3,277
Net increase (decrease) in cash and cash equivalents	1,479	867
Cash and cash equivalents at beginning of period	19,539	21,019
Cash and cash equivalents at end of period	21,019	21,887