Summary of Consolidated Financial Results for the Fiscal Year Ending March 31, 2015 (Japanese GAAP)

May 11, 2015

Company name: Sac's Bar Holdings Inc. Stock exchange: Tokyo Stock Exchange
Code Number: 9990 URL: http://www.sacs-bar.co.jp
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Scheduled date of regular general meeting of shareholders: June 25, 2015
Scheduled date of starting distributing dividends: June 26, 2015
Scheduled date of filing securities report: June 25, 2015
Supplementary materials prepared for financial results: Yes
Financial results briefing held: Yes (for institutional investors and analysts)

(Million yens, rounded down)

1. Consolidated financial results for the fiscal year ending March 31, 2015
(April 1, 2014 - March 31, 2015)

(1) Consolidated operating results (Percentages indicate changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	(Millions yen)	%	(Millions yen)	%	(Millions yen)	%	(Millions yen)	%
FY2014	53,434	6.0	4,700	9.0	4,716	9.8	2,762	18.0
FY2013	50,397	10.3	4,314	16.3	4,295	15.5	2,340	13.8

Note: Comprehensive income: FY2014 JPY2,828 million (20.8%);
FY2013 JPY2,340 million (13.4%)

	Net income per share	Diluted net income per share	ROE	ROA	Operating Income Margin
	(Yen)	(Yen)	%	%	%
FY2014	94.83	94.56	13.4	14.3	8.8
FY2013	80.76	80.43	12.8	14.4	8.6

Reference: Equity in net income (losses) of affiliates: FY2014 JPY -- million;
FY2013 JPY -- million

Note: The Company conducted a 1.5-for-1 stock split of common stock with an effective date of October 1, 2014. Accordingly, net income per share and diluted net income per share above have been calculated assuming that the stock split had been conducted at the start of the previous consolidated fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions yen)	(Millions yen)	%	(Yen)
FY2014	34,377	21,915	63.7	743.72
FY2013	31,781	19,196	60.4	661.60

Reference: Shareholders' equity: FY2014 JPY21,909 million; FY2013 JPY19,193 million

Note: The Company conducted a 1.5-for-1 stock split of common stock with an effective date of October 1, 2014. Accordingly, net assets per share above have been calculated assuming that the stock split had been conducted at the start of the previous consolidated fiscal year.

(3) Consolidated cash flows

	Cash flows from (used in) operating activities	Cash flows from (used in) investing activities	Cash flows from (used in) financing activities	Cash and cash equivalents at end of year
	(Millions yen)	(Millions yen)	(Millions yen)	(Millions yen)
FY2014	2,656	-1,498	-1,268	5,104
FY2013	2,549	-916	262	5,214

2. Dividends

	Annual dividends per share					Total dividends	Payout ratio (consolidated)	Ratio of dividends to shareholders' equity (consolidated)
	1Q end	2Q end	3Q end	Year-end	Total			
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)	(Millions yen)	%	%
FY2013	―	0.00	―	28.00	28.00	541	23.1	3.0
FY2014	―	0.00	―	25.00	25.00	736	26.4	3.6
FY2015 (projected)	―	0.00	―	27.00	27.00		25.9	

Note: The Company conducted a 1.5-for-1 stock split of common stock with an effective date of October 1, 2014. The amount of dividends shown above for FY2013 is the actual amount paid prior to this stock split.

3. Forecast of consolidated operating results for the fiscal year ending March 31, 2016 (April 1, 2015 - March 31, 2016)

(Percentages indicate changes from the previous fiscal year for full-year, and year-on-year changes for quarter)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	(Millions yen)	%	(Millions yen)	%	(Millions yen)	%	(Millions yen)	%	(Yen)
Through 2Q (cumulative)	27,211	6.5	2,376	11.0	2,375	10.4	1,396	13.3	47.95
Full-year	56,463	5.7	5,159	9.8	5,153	9.3	3,035	9.9	104.20

Note: The Company conducted a 1.5-for-1 stock split of common stock with an effective date of October 1, 2014. Accordingly, net income per share above has been calculated assuming that the stock split had been conducted at the start of this consolidated fiscal year.

Notes:

(1) Significant changes in consolidated subsidiaries during the period (changes in specific subsidiaries resulting in changes in the scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates, and revisions and restatements
  (i) Changes in accounting policies in accordance with changes in accounting standards etc. : Yes
  (ii) Changes in accounting policies other than the above : None
  (iii) Changes in accounting estimates : None
  (iv) Revisions and restatements : None

(3) Number of shares issued and outstanding (common stock)

(i) Number of shares issued and outstanding as of end of period (including treasury stock)	FY2014	29,859,900 shares	FY2013	29,859,900 shares
(ii) Treasury stock as of end of period	FY2014	401,010 shares	FY2013	849,879 shares
(iii) Average number of shares issued and outstanding during period	FY2014	29,127,387 shares	FY2013	28,981,211 shares

Note: The Company conducted a 1.5-for-1 stock split of common stock with an effective date of October 1, 2014. Accordingly, numbers of shares above have been calculated assuming that the stock split had been conducted at the start of the previous consolidated fiscal year.

* Statement on execution of auditing procedures:
This summary of financial results is not subject to auditing procedures pursuant to the Financial Instruments and Exchange Act. At the time this summary was made public, the auditing procedures for consolidated financial statements pursuant to the Financial Instruments and Exchange Act had not been completed.

* Explanation concerning appropriate use of forecasts of business performance and other notes:
Forecasts of business performance and other forward-looking statements in this document are based on information currently available and certain assumptions that the Company considers reasonable at the time of preparation and are not intended as a promise that such forecasts will be achieved. Actual results may differ materially due to various causes. For information including the assumptions of the forecasts of business performance and notes on their use, see “(1) Analysis of Business Performance” under “1. Analysis of Business Performance and Financial Position” on p. 2 of the attached document.

1. Analysis of Business Performance and Financial Position

(1) Analysis of Business Performance

During this consolidated fiscal year Japan's economy continued a gentle recovering trend that included improved corporate earnings and rising capital investment, backed by factors including government economic policies and monetary easing by the Bank of Japan.

In the retail industry, despite improvements in employment and income conditions, personal consumption was sluggish overall as consumers' tendency toward reducing spending strengthened due to rising prices caused by factors including the effects of the devalued yen and to the increase in consumption tax, combined with unseasonable weather and other factors.

Under such conditions, the Sac's Bar Group strived to grow its businesses by targeting merchandising reforms.

We worked to increase sales of casual bags and wallets to F1 consumers (women aged 20-34) through enhancement of tie-ups with popular apparel brands, increasing numbers of brands and items for which the Group holds exclusive or preferred product sales rights. We also carried out aggressive sales promotion activities including advertising in various fashion magazines and exhibiting at Tokyo Girls Collection. For handbags, together with setting up display sections inside SAC'S BAR and GRAN SAC'S shows for the private brands kissora and efffy, both of which focus on leather products made in Japan, we also opened two exclusive kissora boutiques and expanded our offerings of products through the partner brand Moomin, as we strived to increase both sales and gross margin.

In other product categories as well, we carried out efforts that included revising product lineups, securing hit products, and introducing new brands.

We also aggressively targeted inbound demand from tourists visiting Japan from overseas, through means including processing consumption-tax exemptions for shoppers from overseas and enhancing lineups of products made in Japan at stores seeing high levels of inbound demand.

We opened new stores in various types of retail facilities, including large suburban shopping centers as well as railway-station buildings, fashion centers, and shopping centers serving smaller markets. In addition, we made progress on opening multiple stores, including both new and existing stores, at large retail facilities, where our number grew to 39 stores. A breakdown by region shows that six of these are located in the Hokkaido-Tohoku region, 10 in the Kanto region, six in the Chubu region, six in the Kinki region, eight in the Chugoku-Shikoku region, and three in the Kyushu region. In addition to the main shop brands of SAC'S BAR, GRAN SAC'S, and LAPAX, we also opened stores under the kissora, Luv Sac's, SUNDAY VOYAGE, and other brands, as well as the Amatone Accesso'rio and BEAU ATOUT accessory shop brands.

At the same time, we closed 11 unprofitable stores, so that our total number of stores at the end of this fiscal year stood at 604 stores.

As a result of strong sales of casual bags and handbags thanks to our merchandising reforms, existing-store sales cumulative through February showed strong growth of 103.1% from the previous fiscal year. While growth in March was only 90.1%, reflecting the demand rush prior to the consumption tax increase in the previous year, cumulative sales through March were up 101.7%.

A look at sales by product category shows that sales of casual bags jumped by 27.4% from the previous fiscal year to JPY6,601 million. Sales of handbags rose by 9.2% YoY to JPY6,557 million. Among wallets and accessories, while sales of wallets rose by 7.4% YoY, sales of accessories were somewhat sluggish, falling by 1.2% YoY. Total sales of wallets and accessories were up 4.6% YoY to JPY14,335 million. In the category of men's and travel bags, men's bags showed strong sales growth while sales of travel bags were slow. Total sales of men's and travel bags were up 3.5% YoY to JPY21,366 million. Sales of imported bags decreased by 4.9% YoY to JPY4,210 million, due to the effects of the increase in consumption tax and the devalued yen.

We worked to improve gross margin on products through means including improving markup on casual bags, centered on brands targeting F1 consumers, and increasing sales of private-brand products and manufacturer-collaboration products, centered on handbags. The Group's gross margin on products improved by 0.5 percentage points YoY to 47.0%, while the SG&A/sales ratio improved by 0.3 percentage points YoY to 38.3%.

Effective October 1, 2014, we conducted a company split (absorption-type split) with our wholly owned subsidiary Tokyo Derica Co., Ltd. ("new Tokyo Derica" hereinafter) as the surviving company. At the same time, we transferred all business rights and obligations other than those to Group management and administration and the real-estate management business to new Tokyo Derica, adopting a holding-company structure for the Group. We also changed the company name to SAC'S BAR Holdings Inc. effective that same date.

This adoption of a holding-company structure is intended to increase corporate value further by enhancing the Group's functions for planning and drafting management strategies as well as improving the speed and efficiency of management through separating the Group management and business execution functions and making authority and responsibilities clearer by increasing the independence of operating companies in the Group, including the possibility of future mergers and acquisitions (M&As).

In addition, effective January 13, 2015 we established the wholly owned subsidiary Carnival Company, Inc. to take part in the accessories retail business, as part of further preparations for future business expansion.

As a result, net sales in this consolidated fiscal year totaled JPY53,434 million (up 6.0% YoY), operating income was JPY4,700 million (up 9.0% YoY), ordinary income was JPY4,716 million (up 9.8% YoY), and net income was JPY2,762 million (up 18.0% YoY).

Outlook for the next fiscal year
Despite expectations for a continued economic recovering trend as a result of government economic policies and other factors, the outlook for the next fiscal year remains uncertain due to concerns about the effects on personal consumption of rising prices due to factors including the consumption tax hike and the devalued yen.

Regardless of such conditions, the Group plans to revive and revitalize all aspects of current conditions, including product lineups, brands carried, sales floors, customer service, and its HR organization, under the theme of "Refresh."

For casual bags and wallets, which are generating strong performance, we will further expand number of partner brands targeting F1 consumers and further enhance the lineup of products for which the Group has exclusive or priority sales rights. We also will proactively carry out sales-promotion activities to improve brand recognition in order to lead to growth in sales.

We will strive to grow sales of handbags through expanding the product lineups of our private brands kissora and efffy and our partner brand Moomin.

In men's bags, we will advance a strategy of being the leading retailer in each region, through rebuilding the product lineup and introducing new brands as well as beginning sale of products under the QUERENT private brand in the high-end zone. In travel bags, we will enhance partnerships with new brands and strengthen our brands' products while developing high-performance, high-quality original products.

In imported bags, a category whose performance has been somewhat sluggish lately, we will revise the brand lineup and enhance our handling of well-known brands such as Orobianco. In accessories, we will strive to grow sales in independent stores and stores combined with other stores, through revising product lineups, price ranges, and displays.

With regard to inbound demand, which is expected to see continued growth, we will aim to increase sales through increasing the number of stores able to process exemptions from consumption tax and enhancing the lineup of products targeting inbound demand, chiefly products made in Japan.

We will endeavor to increase our gross margin on products by enhancing sales of private-brand products and manufacturer-collaboration products.

In the HR organization, we will improve the efficiency of management by rejuvenating and reviving the organization through proactively promoting younger personnel.

Based on new designs for retail facilities and other information, we expect to open 47 new stores and close 13 stores next year. We project existing-store sales to be 100.9% this fiscal year. We also project an improvement of 0.5 percentage points in gross margin. As a result, we project the following consolidated business performance for the Group: net sales of JPY56,463 million (up 5.7% YoY), operating income of JPY5,159 million (up 9.8% YoY), ordinary income of JPY5,153 million (up 9.3% YoY), and net income of JPY3,035 million (up 9.9% YoY).

(2) Analysis of Financial Position

(i) Assets, liabilities, and net assets

Total Assets:
Current assets rose by JPY1,050 million from the end of the previous consolidated fiscal year, to JPY20,682 million. This was due mainly to factors such as an increase of JPY1,434 million in merchandise and finished goods despite decreases of JPY109 million in cash and deposits and JPY297 million in notes and accounts receivable-trade.

Non-current assets rose by JPY1,545 million from the end of the previous consolidated fiscal year, to JPY13,695 million. This was due mainly to factors such as increases of JPY811 million in investment securities and JPY391 million in lease and guarantee deposits.

As a result of the above factors, total assets at the end of this consolidated fiscal year were up JPY2,596 million from the end of the previous consolidated financial year to JPY34,377 million.

Liabilities:
Current liabilities decreased by JPY435 million from the end of the previous consolidated fiscal year, to JPY8,146 million. This was due mainly to factors such as a decrease of JPY900 million in the current portion of bonds, while notes and accounts payable-trade rose by JPY395 million.

Non-current liabilities rose by JPY312 million from the end of the previous consolidated fiscal year, to JPY4,315 million. This was due mainly to factors such as increases of JPY147 million in lease obligations and JPY196 million in liabilities related to retirement benefits, while bonds payable decreased by JPY100 million.

As a result of the above factors, total liabilities at the end of this consolidated fiscal year were down JPY123 million from the end of the previous consolidated financial year to JPY12,461 million.

Net Assets:
Net assets at the end of this consolidated fiscal year were up JPY2,719 million from the end of the previous consolidated financial year to JPY21,915 million. This was due mainly to the recording of JPY2,762 million in net income after a reduction due to the payment of JPY541 million in dividends.

(ii) Cash flows

The balance of cash and cash equivalents at the end of this consolidated fiscal year totaled JPY5,104 million, down JPY109 million from the end of the previous consolidated financial year. The conditions of each type of cash flow in this consolidated fiscal year are summarized below.

Cash flows from operating activities:
Cash flows from operating activities totaled JPY2,656 million at the end of this consolidated fiscal year, up JPY107 million from the end of the previous consolidated financial year. This was due mainly to factors including a decrease of JPY673 million in notes and accounts receivable-trade, while inventories increased by JPY525 million.

Cash flows used in investing activities:
Cash flows used in investing activities totaled minus JPY1,498 million at the end of this consolidated fiscal year, down JPY582 million from the end of the previous consolidated financial year. This was due mainly to factors including expenditures of JPY800 million on purchase of investment securities, while capital investment for purposes such as opening new stores and remodeling decreased by JPY255 million.

Cash flows used in financing activities:
Cash flows used in financing activities totaled minus JPY1,268 million at the end of this consolidated fiscal year, down JPY1,530 million from the end of the previous consolidated financial year. This was due mainly to factors including expenditures of JPY500 million on redemption of bonds and the fact that JPY1,461 million in revenues from issue of bonds had been recorded in the previous consolidated fiscal year but not this year, while JPY481 million in proceeds from disposal of treasury stock was recorded this year.

(3) Basic Policy for Profit Distribution and Dividends for the Current and Next Fiscal Years

We believe that providing adequate returns to shareholders is one of the most important issues in corporate management. Our basic policy for profit distribution is one of maintaining stable and gradually increasing dividend payments while strengthening our business foundations and maintaining the internal reserves necessary to fund new business development in the retail industry, which is subject to dramatic changes. Our target consolidated dividend payout ratio is 25% or higher.

Based on the above policy, we will pay year-end dividends of JPY25/share in the fiscal year ending March 2015. We conducted a 1.5-for-1 stock split on October 1, 2014, and the amount of dividends ignoring the effects of this stock split would be JPY37.50/share, up JPY9.50 from the previous fiscal year.

Based on consideration of full-year consolidated business performance and financial standing as well as other conditions, we plan to pay year-end dividends of JPY27/share next year.

We consider internal reserves to enable gradual growth in dividends by contributing to future business growth, through effective investment and use of such reserves for purposes including capital investment such as opening new stores and remodeling existing stores in the Group's existing businesses, investing in new businesses, and M&A activities targeting promising operating companies.

(4) Business and Other Risks

The main risks in the Group's businesses that it is considered could possibly have material effects on investor decision-making are outlined below. It is Group policy to strive to prevent these risks from materializing and to respond appropriately if they do materialize, based on recognition of the possibility of such risks.

Forward-looking statements in the text below reflect the Group's judgment as of the end of this consolidated fiscal year.

(i) Store policies

The Group opens stores as a tenant in shopping centers, railway-station buildings, and other facilities. It opens new stores where it expects stores to be profitable based on taking into consideration factors such as local market, competitive conditions, sales forecasts, rent conditions, and store operating costs. For this reason, there is a possibility that the number of properties available that meet the Group's preconditions for opening stores may differ from initial store-opening plans.

In addition, after opening a store the Group manages profit and loss on a per-store basis, closing unprofitable stores that have no prospects for improvement in business performance. However, in some cases the number of stores closed may differ from the number initially planned. When numbers of stores opened and closed differ from the numbers initially planned, Group business performance may be affected.

(ii) Fashion trends

The Group sells products that include women's bags, other bags, and accessories. These products are susceptible to fashion trends, which could result in decreasing sales or losses accompanying obsolescence of unsold inventories.

(iii) Lease and guarantee deposits

When the Group opens a store as a tenant, it may pay lease and guarantee deposits to shopping-center developers and other parties. There is a possibility that all or part of such lease and guarantee deposits might become unrecoverable due to reasons such as bankruptcy of the lessor.

(iv) Accounts receivable

Most of the Group's sales take place at leased stores inside shopping centers. Most stores deposit each day's sales proceeds with the shopping-center developer or similar party. There is a possibility that the entire amount of such deposits might become unrecoverable in cases such as bankruptcy of the developer.

(v) Legal restrictions

The Group is subject to restrictions under various laws and regulations including those related to consumer protection, privacy, the environment and recycling, and antitrust. The Group strives to comply with all laws and regulations. However, in the event of the violation of laws or regulations due to unforeseen causes, the Group's business performance might be affected through means such as restrictions on its activities, incurring costs, or loss of society's trust in the Group.

(vi) Natural disasters, accidents, etc.

In the event of severe damage to a Group store or a retail facility in which the Group operates a store, due to a major earthquake, typhoon, or other natural disaster or to an unforeseen accident, Group business activities may be severely restricted, possibly affecting Group business performance.

2. Group of Companies

As of March 31, 2015, the Group consisted of five companies in total: the Company, three consolidated subsidiaries (Tokyo Derica Co., Ltd., Aishin Tsusho Co., Ltd., and Lojel Japan Co., Ltd.), and one non-consolidated subsidiary (Carnival Company, Inc.).

The Company is responsible for Group management and administration and the real-estate management business.

The main line of business of Tokyo Derica Co., Ltd. is retail sales of bags, pouches, wallets, and accessories. It directly operates shops under a variety of brands as tenants in shopping centers, railway-station buildings, and other retail facilities across Japan. While in-store retail sales account for the majority of its sales channel, it also sells some products through ecommerce retail sales and wholesale sales to department stores and other retailers.

The main line of business of Aishin Tsusho Co., Ltd. is planning and manufacture of men’s bags and travel bags.

The main line of business of Lojel Japan Co., Ltd. is wholesaling of products purchased from Aishin Tsusho Co., Ltd. to Tokyo Derica Co., Ltd., major mass merchandisers, and other retailers.

The Group employs only one reporting segment.

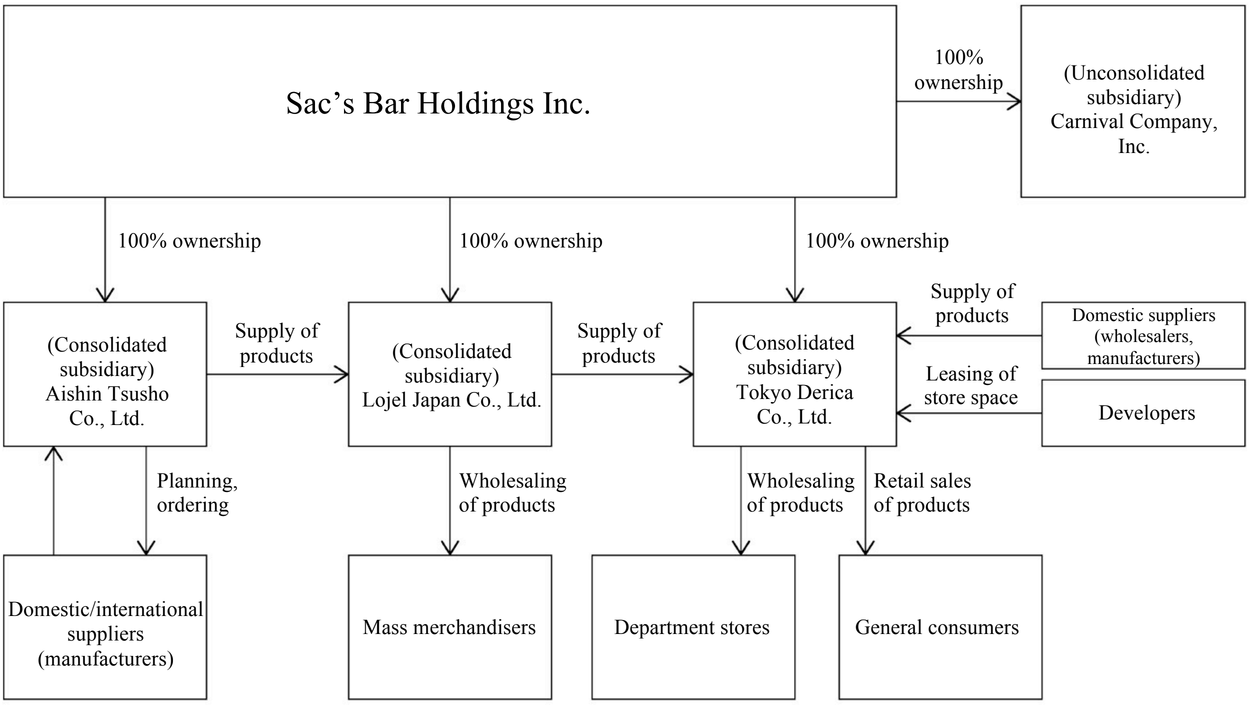
The distinguishing features of the main brand shops of Tokyo Derica Co., Ltd. and their number of stores are outlined below.

As of March 31, 2015

Shop brand	Concept	Stores
LAPAX	Sells a full line of women’s bags, men’s bags, travel bags, wallets, accessories, and sundry items ranging from national brands to import brands.	161
SAC’S BAR	Sells a wide range of bags and accessories made in Japan, conveying the uncompromising spirit of craftspeople. Offers a lineup of timeless masterpieces together with the latest products and information at all times, through original brands and special items collected from across Japan and around the world.	148
GRAN SAC’S	Delivers a comfortable lifestyle through products that are just right, well designed, and casual. This shop is based on the concept of offering bags and accessories with an adult style, to enable shoppers to enjoy a natural style under its theme of “Just Feeling.”	127
Amatone Accesso’rio	Envelops style-conscious women to feel a sparkle through a lineup of accessories and sundry items that combine an adult feel with a classical cuteness.	24
DRASTIC THE BAGGAGE	Offers select items centered on urban, sophisticated designed. Under its theme “Design my Lifestyle,” proposes lifestyle solutions to individualistic urban residents and delivers high-quality bags and accessories.	13
BEAU ATOUT	A progressive accessory shop offering innovative interior items. Stocks a wide range of carefully selected accessories and small items for various situations.	9
Others	Other stores include AMA, which specializes mainly in women’s bags, COLLAGE, which chiefly sells accessories, and KURACHIKA, which sells only Yoshida products.	123

Note: Since stores in which two shop brands are combined in a single shop are counted twice, the combined total of individual brands’ shops is more than the actual total number of stores.

The Group's business structure is outlined below.



3. Management Policies

(1) The Company's Basic Management Policies

On October 1, 2014, the Company changed its name to Sac's Bar Holdings Inc. and adopted a holding-company structure that includes three operating companies: Tokyo Derica Co., Ltd., a retailer of bags, pouches, wallets, and accessories; Aishin Tsusho Co., Ltd., a manufacturer of men's bags and travel bags; and Lojel Japan Co., Ltd., a wholesaler of men's bags and travel bags. In addition, on January 13, 2015 we established the wholly owned subsidiary Carnival Company, Inc. to take part in the accessories retail business. This adoption of a holding-company structure is intended to maximize Group corporate value by pursuing Group synergies through separating the Group management and business execution functions in order to improve the speed and efficiency of management and making authority and responsibilities clearer by increasing the independence of individual operating companies. It also should enable each operating company to take responsibility for growing profits and improving capital efficiency, while demonstrating its own individuality.

Under the slogan of being a company that creates products that truly move customers, we carry out business activities with the missions of planning and producing truly moving products in the area of manufacturing, and of selecting and displaying the best possible products and providing truly moving customer experiences in stores, through interior design, customer service, and other means, in the area of retail sales of fashion merchandise.

In addition, we have adopted a system of purchase by individual stores that is unique in the retail industry. This helps us achieve sustained growth by giving considerable authority to store managers. Considering store managers and other employees to be true human resources rather than simply workers, we believe that it is vital to deliver rewarding working environments that enable each employee to demonstrate fully his or her own individual capabilities.

(2) Target Performance Indicators

The Group considers consolidated return on equity (ROE) to be an important indicator of business performance, and we aim to achieve ROE of 10% or higher.

(3) The Company's Medium- to Long-term Management Strategies

In its core business of retail sales of bags and pouches, the Group aims to grow its store network and increase market share by proactively opening new stores in various market areas centered on large-scale retail facilities, with a lineup of products focused on national brands. It also will aggressively open stores in shopping centers serving smaller market areas, aiming for a long-term goal of 1000 stores in Japan.

With regard to opening stores overseas, we will carry out activities including constant collection and analysis of information with an eye toward future advancement into overseas markets.

In addition, while at present the Group includes manufacturing and wholesaling subsidiaries in the area of men's bags and travel bags, as we aim to expand our business domains further we will make other entries into the manufacturing sector and related industries. We will enter the manufacturing sector through means including M&A activities targeting individual product lines, enhance the Group's manufacturing functions, and work to enhance our ability to develop original products as well as increasing profitability. Our activities in related industries will include introducing product lines in areas expected to generate synergy effects with the existing businesses of Tokyo Derica Co., Ltd., to increase customer traffic in our stores, make stores more efficient, grow sales, and enlarge our stores. At the same time, on a Group basis we will expand our lines of business by advancing into new business areas as independent businesses, through means including establishing new subsidiaries and M&A activities targeting promising companies.

(4) Topics the Company Needs to Address

In its core business of retail sales of bags and pouches, the Group aims to develop new business models, introduce new brands and new items, develop private-brand products and manufacturer-collaboration products to differentiate itself from competitors, proactively open various types of stored in a wide range of retail facilities, expand its store network, and grow its sales. It also will continue aggressively targeting inbound demand through means including enhancing its ability to handle tax-free sales. In addition, through improving purchasing conditions in connection with increased shares of sales and growing sales of private-brand products and manufacturer-collaboration products, it will strive to improve gross margins and grow profits.

In the businesses of manufacturing and wholesaling of men's bags and travel bags, it will work to grow sales and profits by increasing the added value of products through enhancement of brand partnerships, while also developing products with outstanding functionality and durability.

4. Basic concept on selection of accounting policies

Since at present the Group is not active overseas but does business in Japan only, for now we apply Japanese GAAP. We intend to consider application of International Financial Reporting Standards (IFRS) in the future while taking into consideration trends in our percentage of foreign shareholders and application of IFRS standards by other companies in Japan.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Unit: JPY thousands)

	Previous consolidated fiscal year (March 31, 2014)	This consolidated fiscal year (March 31, 2015)
Assets		
Current assets		
Cash and deposits	5,242,068	5,132,387
Notes and accounts receivable-trade	4,170,281	3,872,624
Merchandise and finished goods	9,727,026	11,162,013
Raw materials and supplies	24,526	52,658
Deferred tax assets	299,631	287,443
Other	173,033	174,967
Allowance for doubtful accounts	-4,640	—
Total current assets	19,631,928	20,682,094
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,372,255	4,595,220
Accumulated depreciation	-2,093,621	-2,260,265
Buildings and structures (net)	2,278,634	2,334,954
Land	1,269,656	1,269,656
Leased assets	2,296,908	2,572,308
Accumulated depreciation	-1,661,716	-1,764,630
Leased assets (net)	635,192	807,678
Other property, plant and equipment	1,515,991	1,493,458
Accumulated depreciation	-908,567	-1,000,929
Other (net)	607,423	492,528
Total property, plant and equipment	4,790,906	4,904,817
Intangible assets	30,338	33,961
Investments and other assets		
Investment securities	45,306	* 856,402
Net defined benefit asset	—	115,312
Deferred tax assets	539,396	561,178
Lease and guarantee deposits	6,284,441	6,675,892
Other	481,175	558,683
Allowance for doubtful accounts	-21,702	-10,387
Total investments and other assets	7,328,617	8,757,082
Total non-current assets	12,149,863	13,695,861
Total assets	31,781,792	34,377,956
Liabilities		
Current liabilities		
Notes and accounts payable-trade	3,875,686	4,271,381
Short-term loans payable	30,000	30,000
Current portion of bonds	1,000,000	100,000
Lease obligations	249,697	287,831
Income taxes payable	1,160,545	906,959
Provision for bonuses	326,567	330,804

	Previous consolidated fiscal year (March 31, 2014)	This consolidated fiscal year (March 31, 2015)
Provision for directors’ bonuses	36,000	39,600
Provision for shareholder benefit grogram	18,000	15,000
Other	1,885,485	2,165,154
Total current liabilities	8,581,982	8,146,731
Non-current liabilities		
Bonds payable	1,700,000	1,600,000
Long-term loans payable	80,000	50,000
Lease obligations	470,932	618,045
Provision for directors’ retirement benefits	139,840	116,393
Net defined benefit liability	634,737	831,348
Deferred tax liabilities	31,710	29,862
Asset retirement obligations	576,419	605,269
Other	369,374	464,319
Total non-current liabilities	4,003,014	4,315,238
Total liabilities	12,584,996	12,461,970
Net assets		
Shareholders’ equity		
Capital stock	2,986,400	2,986,400
Capital surplus	4,177,975	4,569,597
Retained earnings	12,253,313	14,395,720
Treasury stock	-223,006	-107,061
Total shareholders’ equity	19,194,682	21,844,656
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	14,301	18,746
Remeasurements of defined benefit plans	-15,947	45,658
Total accumulated other comprehensive income	-1,646	64,405
Subscription rights to shares	3,759	6,925
Total net assets	19,196,795	21,915,986
Total liabilities and net assets	31,781,792	34,377,956

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

Consolidated Income Statement

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Net sales	50,397,979	53,434,104
Cost of sales	*5 26,957,315	*5 28,270,459
Gross profit	23,440,663	25,163,644
Selling, general and administrative expenses	*1 19,126,547	*1 20,463,405
Operating income	4,314,116	4,700,238
Non-operating income		
Interest income	750	4,993
Dividend income	5,272	1,748
Insurance income	16,575	10,413
Commission fee	12,124	15,402
Foreign exchange gains	1,478	256
Compensation income	8,645	7,047
Reversal of allowance for doubtful accounts	2,160	4,640
Other	17,972	19,129
Total non-operating income	64,980	63,632
Non-operating expenses		
Interest expenses	33,558	38,687
Guarantee commission	6,698	5,411
Bond issuance cost	38,083	—
Other	5,339	3,709
Total non-operating expenses	83,679	47,808
Ordinary income	4,295,416	4,716,061
Extraordinary income		
Gain on reversal of subscription rights to shares	46	—
Total extraordinary income	46	—
Extraordinary losses		
Loss on retirement of non-current assets	*2 66,056	*2 46,305
Loss on closing of stores	*3 44,492	*3 48,577
Impairment loss	*4 73,099	*4 83,901
Total extraordinary losses	183,648	178,784
Income before taxes and minority interests	4,111,815	4,537,277
Income taxes-current	1,823,380	1,773,621
Income taxes-deferred	-52,130	1,429
Total income taxes	1,771,250	1,775,050
Net income before minority interests	2,340,565	2,762,226
Net income	2,340,565	2,762,226

Consolidated Statement of Comprehensive Income

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Net income before minority interests	2,340,565	2,762,226
Other comprehensive income		
Valuation difference on available-for-sale securities	326	4,445
Remeasurements of defined benefit plans	—	61,605
Total other comprehensive income	* 326	* 66,051
Comprehensive income	2,340,892	2,828,278
(Breakdown)		
Comprehensive income attributable to owners of parent	2,340,892	2,828,278
Comprehensive income attributable to minority interests	—	—

(3) Consolidated Statement of Changes in Equity

Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)

(Unit: JPY thousands)

	Shareholders’ equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders’ equity
Balance at beginning of current period	2,986,400	4,178,647	10,375,756	-241,866	17,298,938
Cumulative effects of changes in accounting policies					–
Restated balance	2,986,400	4,178,647	10,375,756	-241,866	17,298,938
Changes of items during period					
Dividends from surplus			-463,009		-463,009
Net income			2,340,565		2,340,565
Purchase of treasury stock				-51	-51
Disposal of treasury stock		-672		18,912	18,239
Net changes of items other than shareholders’ equity					
Total changes of items during period	–	-672	1,877,556	18,860	1,895,744
Balance at end of current period	2,986,400	4,177,975	12,253,313	-223,006	19,194,682

	Accumulated other comprehensive income			Subscription rights to shares	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	13,974	–	13,974	6,061	17,318,974
Cumulative effects of changes in accounting policies					–
Restated balance	13,974	–	13,974	6,061	17,318,974
Changes of items during period					
Dividends from surplus					-463,009
Net income					2,340,565
Purchase of treasury stock					-51
Disposal of treasury stock					18,239
Net changes of items other than shareholders’ equity	326	-15,947	-15,620	-2,302	-17,923
Total changes of items during period	326	-15,947	-15,620	-2,302	1,877,820
Balance at end of current period	14,301	-15,947	-1,646	3,759	19,196,795

This consolidated fiscal year (April 1, 2014 - March 31, 2015)

(Unit: JPY thousands)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of current period	2,986,400	4,177,975	12,253,313	-223,006	19,194,682
Cumulative effects of changes in accounting policies			-78,299		-78,299
Restated balance	2,986,400	4,177,975	12,175,013	-223,006	19,116,383
Changes of items during period					
Dividends from surplus			-541,520		-541,520
Net income			2,762,226		2,762,226
Purchase of treasury stock				-3,996	-3,996
Disposal of treasury stock		391,622		119,940	511,562
Net changes of items other than shareholders' equity					
Total changes of items during period	–	391,622	2,220,706	115,944	2,728,272
Balance at end of current period	2,986,400	4,569,597	14,395,720	-107,061	21,844,656

	Accumulated other comprehensive income			Subscription rights to shares	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	14,301	-15,947	-1,646	3,759	19,196,795
Cumulative effects of changes in accounting policies					-78,299
Restated balance	14,301	-15,947	-1,646	3,759	19,118,496
Changes of items during period					
Dividends from surplus					-541,520
Net income					2,762,226
Purchase of treasury stock					-3,996
Disposal of treasury stock					511,562
Net changes of items other than shareholders' equity	4,445	61,605	66,051	3,165	69,216
Total changes of items during period	4,445	61,605	66,051	3,165	2,797,489
Balance at end of current period	18,746	45,658	64,405	6,925	21,915,986

(4) Consolidated Statement of Cash Flows

(Unit: JPY thousands)

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Cash flows from operating activities		
Income before income taxes and minority interests	4,111,815	4,537,277
Depreciation	798,950	811,903
Impairment loss	73,099	83,901
Increase (decrease) in allowance for doubtful accounts	-2,160	-15,955
Increase (decrease) in provision for bonuses	24,259	4,237
Increase (decrease) in provision for directors' bonuses	4,800	3,600
Increase (decrease) in provision for retirement benefits	-569,282	–
Increase (decrease) in net defined benefit liability	634,737	74,952
Increase (decrease) in provision for directors' retirement benefits	7,819	-23,446
Interest and dividend income	-6,023	-6,742
Interest expenses	33,558	38,687
Bond issuance cost	38,083	–
Loss on retirement of non-current assets	66,056	46,305
Decrease (increase) in notes and accounts receivable-trade	-375,789	297,656
Decrease (increase) in inventories	-937,874	-1,463,118
Increase (decrease) in notes and accounts payable-trade	322,072	395,695
Increase (decrease) in accrued consumption taxes	-10,346	306,067
Other	10,817	-441,283
Subtotal	4,224,593	4,649,738
Interest and dividend income received	6,023	1,777
Interest expenses paid	-33,875	-39,631
Income taxes paid	-1,647,670	-1,987,793
Income taxes refunded	–	32,408
Net cash provided by (used in) operating activities	2,549,070	2,656,499
Cash flows from investing activities		
Payments into time deposits	–	-50,000
Purchase of property, plant and equipment and intangible assets	-887,025	-631,708
Payments for retirement of property, plant and equipment	-29,096	-5,925
Purchase of investment securities	–	-800,492
Purchase of stock in unconsolidated subsidiaries	–	-10,000
Net cash provided by (used in) investing activities	-916,122	-1,498,125
Cash flows from financing activities		
Repayment of long-term loans payable	-32,500	-30,000
Increase in accounts payable-installment purchase	289,899	308,725
Decrease in accounts payable-installment purchase	-197,580	-199,972
Repayments of lease obligations	-312,588	-309,005
Proceeds from issuance of bonds	1,461,916	–
Redemption of bonds	-500,000	-1,000,000
Proceeds from exercise of stock options	15,984	26,640
Proceeds from disposal of treasury stock	–	481,163
Purchase of treasury stock	-51	-3,996
Cash dividends paid	-462,463	-541,610
Net cash provided by (used in) financing activities	262,614	-1,268,055
Net increase (decrease) in cash and cash equivalents	1,895,563	-109,681
Cash and cash equivalents at beginning of current period	3,318,805	5,214,368
Cash and cash equivalents at end of current period	*1 5,214,368	*1 5,104,687

(5) Notes on Consolidated Financial Statements

Notes on going-concern assumption:
Not applicable

Changes in accounting policies:
Application of Accounting Standard for Retirement Benefits etc.:
Beginning this consolidated fiscal year the Company has applied the provisions prescribed in Paragraph 35 of Accounting Standard Board of Japan ("ASBJ") Statement No. 26, "Accounting Standard for Retirement Benefits" (May 17, 2012) and Paragraph 67 of ASBJ Guidance No. 25, "Guidance on Accounting Standard for Retirement Benefits" (March 26, 2015). In accordance with those provisions, the Company has revised the method of calculating retirement benefit obligations and service costs, changed the method of attributing expected benefit to periods from a straight line-basis to a benefit formula basis, and changed the method of determination of discount rates from using rates determined by reference to a number of years approximating the average remaining service period of employees to using a single weighted average discount rate reflecting the periods retirement benefits are expected to be paid and the amount in each such period.

In accordance with the provisions on transitional handling prescribed in Paragraph 37 of the Accounting Standard for Retirement Benefits, the Company has accounted for the effects of the changes in methods of calculating retirement benefit obligations and service costs resulting from application of the Accounting Standard for Retirement Benefits etc. as an adjustment to retained earnings as of the start of this consolidated fiscal year.

As a result, as of the start of this consolidated fiscal year liability for retirement benefits increased by 121,658,000 yen and retained earnings decreased by 78,299,000 yen. The effect on operating income, ordinary income, and net income before taxes and minority interests was minor.

Notes to the Consolidated Balance Sheet:
* Investments in unconsolidated subsidiaries are shown below.

	Previous consolidated fiscal year (March 31, 2014)	This consolidated fiscal year (March 31, 2015)
Investment securities (equities)	JPY --	JPY10,000,000

Notes to the Consolidated Income Statement
*1 Main costs included under selling, general and administrative expenses, and their amounts, are shown below.

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Salaries and allowances	JPY5,952,167,000	JPY6,352,153,000
Provision for bonuses	JPY326,567,000	JPY330,804,000
Provision for directors' bonuses	JPY36,000,000	JPY39,600,000
Retirement benefit expenses	JPY139,948,000	JPY156,038,000
Rent expenses	JPY6,187,420,000	JPY6,608,293,000

*2 A breakdown of loss on retirement of non-current assets is shown below.

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Buildings and structures	JPY39,099,000	JPY30,754,000
Leased assets	JPY5,194,000	JPY7,246,000
Other tangible assets	JPY21,761,000	JPY8,304,000
Total	JPY66,056,000	JPY46,305,000

*3 A breakdown of loss on store closings is shown below.

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Loss on cancellation of leasehold contracts	JPY44,492,000	JPY48,577,000

*4 A breakdown of impairment loss is shown below.

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Number of stores	20	21
Buildings	JPY38,384,000	JPY39,512,000
Tools, furniture and fixtures	JPY7,740,000	JPY28,784,000
Leased assets	JPY26,974,000	JPY15,604,000
Total	JPY73,099,000	JPY83,901,000

Note: The Group groups assets into assets for rent, stores, common assets, and dormant assets when recognizing impairment loss. As a result, impairment losses on stored are recorded due to poor sales. While the recoverable price of such assets is estimated using value in use, since no future cash flow is expected they are assessed at a value of zero.

*5 The book value devaluation of inventories held for normal sale purpose based on decline in profitability

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Cost of sales	JPY139,567,000	JPY102,377,000

Notes to the Consolidated Statement of Comprehensive Income

* Reclassification adjustments and income tax relating to other comprehensive income

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Valuation difference on available-for-sale securities		
Amount arising during the period	JPY507,000	JPY5,486,000
Amount before tax effect	JPY507,000	JPY5,486,000
Tax effect	-JPY180,000	-JPY1,041,000
Valuation difference on available-for-sale securities	JPY326,000	JPY4,445,000
Remeasurements of defined benefit plans		
Amount arising during the period	JPY --	JPY68,116,000
Reclassification adjustments	JPY --	JPY22,935,000
Amount before tax effect	JPY --	JPY91,051,000
Tax effect	JPY --	JPY-29,446,000
Remeasurements of defined benefit plans	JPY --	JPY61,605,000
Total other comprehensive income	JPY326,000	JPY66,051,000

Notes to the Consolidated Statement of Changes in Equity:
Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)

1. Shares issued and outstanding

Class of stock	Start of this consolidated fiscal year	Increase	Decrease	End of this consolidated fiscal year
Common stock (shares)	19,906,600	—	—	19,906,600

Summary of reason(s) for change(s)
Not applicable

2. Treasury stock

Class of stock	Start of this consolidated fiscal year	Increase	Decrease	End of this consolidated fiscal year
Common stock (shares)	614,553	33	48,000	566,586

Summary of reason(s) for change(s)
A breakdown of the increase in shares is shown below.
Increase due to purchase of shares in less than minimum trading unit: 33 shares

A breakdown of the decrease in shares is shown below.
Disposal of treasury stock due to exercise of subscription rights to shares pursuant to resolution of general meeting of shareholders held on June 25, 2009: 48,000 shares

3. Subscription rights to shares

Company	Breakdown	Class of target stock	Shares of target stock				Balance at end of this consolidated fiscal year (JPY thousands)
			Start of this consolidated fiscal year	Increase	Decrease	End of this consolidated fiscal year	
Reporting company	Subscription rights to shares through 2009 stock options	—	—	—	—	—	3,759
Total			—	—	—	—	3,759

4. Dividends
(1) Dividends paid

Resolution	Class of stock	Total dividends (JPY thousands)	Dividends per share (JPY)	Record date	Effective date
June 27, 2013 regular general meeting of shareholders	Common stock	463,009	24.00	March 31, 2013	June 28, 2013

(2) Dividends for which the record date occurred during this consolidated fiscal year but the effective date is in the following consolidated fiscal year

Resolution	Class of stock	Source of dividends	Total dividends (JPY thousands)	Dividends per share (JPY)	Record date	Effective date
June 26, 2014 regular general meeting of shareholders	Common stock	Retained earnings	541,520	28.00	March 31, 2014	June 27, 2014

This consolidated fiscal year (April 1, 2014 - March 31, 2015)

1. Shares issued and outstanding

Class of stock	Start of this consolidated fiscal year	Increase	Decrease	End of this consolidated fiscal year
Common stock (shares)	19,906,600	9,953,300	–	29,859,900

Summary of reason(s) for change(s)
A breakdown of the increase in shares is shown below.
Increase due to stock split (1:1.5) effective October 1, 2014: 9,953,300 shares

2. Treasury stock

Class of stock	Start of this consolidated fiscal year	Increase	Decrease	End of this consolidated fiscal year
Common stock (shares)	566,586	285,724	451,300	401,010

Summary of reason(s) for change(s)
A breakdown of the increase in shares is shown below.
Increase due to stock split (1:1.5) effective October 1, 2014: 283,293 shares
Increase due to purchase of shares in less than minimum trading unit: 2,431 shares

A breakdown of the decrease in shares is shown below.
Disposal of treasury stock due to exercise of subscription rights to shares pursuant to resolution of general meeting of shareholders held on June 25, 2009: 120,000 shares
Disposal of treasury stock pursuant to resolution of general meeting of shareholders held on November 21, 2014: 331,300 shares

3. Subscription rights to shares

Company	Breakdown	Class of target stock	Shares of target stock				Balance at end of this consolidated fiscal year (JPY thousands)
			Start of this consolidated fiscal year	Increase	Decrease	End of this consolidated fiscal year	
Reporting company	Subscription rights to shares through 2014 stock options	–	–	–	–	–	6,925
Total			–	–	–	–	6,925

Note: The starting date of the exercise period for the subscription rights to shares through 2014 stock options has not yet occurred.

4. Dividends
(1) Dividends paid

Resolution	Class of stock	Total dividends (JPY thousands)	Dividends per share (JPY)	Record date	Effective date
June 26, 2014 regular general meeting of shareholders	Common stock	541,520	28.00	March 31, 2014	June 27, 2014

(2) Dividends for which the record date occurred during this consolidated fiscal year but the effective date is in the following consolidated fiscal year

Resolution	Class of stock	Source of dividends	Total dividends (JPY thousands)	Dividends per share (JPY)	Record date	Effective date
June 25, 2015 regular general meeting of shareholders	Common stock	Retained earnings	736,472	25.00	March 31, 2015	June 26, 2015

Notes to the Consolidated Cash Flow Statement:

*1 The relationship between the balance of cash and cash equivalents at the end of the current period and amounts shown on the Consolidated Balance Sheet is shown below.

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Cash and deposits	JPY5,242,068,000	JPY5,132,387,000
Time deposits with original maturities of longer than three months	-JPY27,700,000	-JPY27,700,000
Cash and cash equivalents at end of current period	JPY5,214,368,000	JPY5,104,687,000

2. Details of non-funds transactions
Amounts of assets and liabilities related to finance lease transactions are shown below.

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Assets related to finance lease transactions	JPY415,277,000	JPY455,803,000
Liabilities related to finance lease transactions	JPY437,173,000	JPY494,252,000

Segment information, etc.

[Segment information]

Since the Group employs only one reporting segment, it does not present results differentiated by business segment.

Per-share information

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Net assets per share	JPY661.60	JPY743.72
Net income per share	JPY80.76	JPY94.83
Diluted net income per share	JPY80.43	JPY94.56

Notes:

1. The Company conducted a 1.5-for-1 stock split of common stock with an effective date of October 1, 2014. Accordingly, net assets per share, net income per share, and diluted net income per share above have been calculated assuming that the stock split had been conducted at the start of the previous consolidated fiscal year.
2. The bases for calculating net income per share and diluted net income per share are shown below.

	Previous consolidated fiscal year (April 1, 2013 - March 31, 2014)	This consolidated fiscal year (April 1, 2014 - March 31, 2015)
Net income per share		
Net income (JPY thousands)	2,340,565	2,762,226
Amount not attributable to owners of common stock (JPY thousands)	–	–
Net income attributable to common stock (JPY thousands)	2,340,565	2,762,226
Average shares of common stock outstanding during the period (shares)	28,981,211	29,127,387
Diluted net income per share		
Increase in common stock (shares)	119,640	83,396
(Subscription rights to shares [shares] included in above)	(119,640)	(83,396)
Summary of information on potential dilutive securities not included in the basis for calculating diluted net income per share since there is no dilutive effect	–	Subscription rights to shares Date of special resolution of general meeting of shareholders: June 26, 2014 (245,400 shares of common stock)

3. The bases for calculating net assets per share are shown below.

	Previous consolidated fiscal year (March 31, 2014)	This consolidated fiscal year (March 31, 2015)
Total net assets (JPY thousands)	19,196,795	21,915,986
Deductions from total assets (JPY thousands)	3,759	6,925
(Subscription rights to shares [JPY thousands] included in above)	(3,759)	(6,925)
Total net assets attributable to common stock at end of period (JPY thousands)	19,193,036	21,909,061
Common stock (shares) at end of period used in calculating net assets per share	29,010,021	29,458,890

6. Other notes

Changes in directors

For information on changes in directors, see "Notice of Change in Directors of Company and Consolidated Subsidiaries," released separately on the same date as this report.