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Consolidated Financial Results for the Fiscal Year ended February 28, 2022 (Under Japanese GAAP)

April 14, 2022

Company name Mr Max Holdings Ltd.
Listings Tokyo Stock Exchange, Fukuoka Stock Exchange
Security code 8203
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Scheduled dates:

Ordinary General Meeting of Shareholders May 26, 2022
Commencement of dividend payments May 27, 2022
Submission of annual securities report May 26, 2022
Supplementary materials to the financial results Available
Earnings results briefing Yes (targeted at institutional investors and analysts)

(Amounts rounded down to the nearest million)

1. Consolidated Financial Results for the Fiscal Year ended February 28, 2022 (March 1, 2021 to February 28, 2022)

(1) Operating Results

(Percentage figures represent year-on-year changes)

	Operating revenue		Operating profit		Ordinary profit		Profit (loss) attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended February 28, 2022	124,831	(5.3)	4,487	(25.4)	4,346	(24.4)	2,853	(19.5)
Year ended February 28, 2021	131,789	7.7	6,011	145.3	5,748	156.8	3,542	168.0

Note: Comprehensive income: Year ended February 28, 2022: 2,867 million yen [(20.2%)]
Year ended February 28, 2021: 3,595 million yen [180.3%]

	Earnings per share	Earnings per share – fully diluted	Ratio of profit to total equity	Ratio of ordinary profit to total assets	Ratio of operating profit to operating revenue
	yen	yen	%	%	%
Year ended February 28, 2022	85.97	—	9.9	5.3	3.6
Year ended February 28, 2021	106.73	—	13.5	6.9	4.6

Reference: Share of profit (loss) of entities accounted for using the equity method: Year ended February 28, 2022: – million yen
Year ended February 28, 2021: – million yen

(2) Financial Position

	Total assets	Net assets	Total equity ratio	Net assets per share
	million yen	million yen	%	yen
February 28, 2022	82,216	29,706	36.1	894.76
February 28, 2021	82,306	27,863	33.8	838.36

Reference: Total equity February 28, 2022: 29,699 million yen February 28, 2021: 27,828 million yen

(3) 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
	million yen	million yen	million yen	million yen
Year ended February 28, 2022	3,516	(2,774)	(736)	2,887
Year ended February 28, 2021	9,337	(1,468)	(7,535)	2,874

2. Dividends

	Dividend per share							
	End-first quarter	End-second quarter	End-third quarter	Fiscal year-end	Annual total	Total dividends (Annual)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	yen	yen	yen	yen	yen	million yen	%	%
Year ended February 28, 2021	—	0.00	—	31.00	31.00	1,029	29.0	3.9
Year ended February 28, 2022	—	0.00	—	27.00	27.00	896	31.4	3.1
Year ending February 28, 2023 (forecast)	—	0.00	—	27.00	27.00		29.9	

3. Forecast of Consolidated Earnings for the Fiscal Year ending February 28, 2023 (March 1, 2022 to February 28, 2023)

(Percentage figures represent year-on-year changes)

	Operating revenue		Operating profit		Ordinary profit		Profit (loss) attributable to owners of parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
First half	64,800	2.7	3,000	15.0	2,900	13.3	1,800	10.0	54.23
Full year	127,800	2.4	5,000	11.4	4,800	10.4	3,000	5.1	90.38

* Notes

(1) Changes affecting the consolidation status of significant subsidiaries during the period: None

Newly included: — (company name), Excluded: — (company name)

(2) Changes in accounting policy, changes in accounting estimates, and retrospective restatements:

1) Changes in accordance with amendments to accounting standards: None

2) Changes other than the above 1): None

3) Changes in accounting estimates: None

4) Retrospective restatements: None

(3) Number of shares issued (common stock)

1) Number of shares issued at end of period (including treasury shares):

February 28, 2022 39,611,134 shares

February 28, 2021 39,611,134 shares

2) Number of treasury shares held at end of period:

February 28, 2022 6,418,171 shares

February 28, 2021 6,417,385 shares

3) Average number of shares outstanding during the period:

Year ended February 28, 2022: 33,193,360 shares

Year ended February 28, 2021: 33,194,331 shares

* Review status

This report is exempt from an audit by a certified public accountant or audit firm.

* Appropriate Use of Earnings Forecasts and Other Important Information

The above forecasts, which constitute forward-looking statements, are based on information available to the Company as of the date of the release of this document. The actual results may differ materially from the above forecasts due to a range of factors. For the assumptions underlying the earnings forecasts and important notes on the use of the earnings forecasts, please refer to page 3 of the accompanying materials.

Accompanying Materials

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1. Overview of Operating Results and Financial Condition

(1) Overview of Operating Results for the Fiscal Year under Review

1) Operating results

During the fiscal year ended February 28, 2022, the Japanese economy faced challenging conditions with weak business activities and depressed consumer sentiment due to the prolonged period of sheltering at home amid the resurgence of COVID-19 as well as hikes in crude oil and raw material prices.

In such an environment, the Group strived to fulfill its function as a social infrastructure that supports people's everyday lives. By leveraging our strength as an operator of general discount stores, we offered daily necessities and a wide range of other products at low prices to help support customers' lives. We also strove to provide one-stop shopping that allows customers to shop quickly in one place. To create a more convenient shopping environment, we expanded our range of products in response to customers' changing lifestyles and organized product displays to make shopping easier. At the same time, we have given top priority to the safety and peace of mind of customers and employees, and continued to take measures against the spread of COVID-19. This includes periodic disinfection of store facilities and temperature checks and self-reporting of the health condition before work.

During the fiscal year under review, we took on challenges to transform into an "everyday low price (EDLP)" discount store that offers customers consistently low prices. In March 2021, we lowered the prices of 5,000 items and discontinued the monthly discount sale for our credit card members. We also focused on promotional activities using apps and social media to strengthen the EDLP measures.

Sales of existing stores for the fiscal year under review decreased 6.1% year on year due to the saturation of demand caused by COVID-19. Gross profit margin declined by 0.3% from the previous fiscal year to 22.3%, but improved by 1.0% compared with the pre-COVID-19 level of 21.3% two years ago amid rising costs of raw materials and transportation. This improvement of gross profit margin was made possible by reviewing excessive sales campaigns and discount sales exclusively for our credit card members.

By product category, sales struggled in the home appliances and apparel categories, whereas sales were strong in the life style category, driven by pet supplies and gardening supplies, and in the food category where confectionery, alcoholic beverages, and seasonings sold well, reflecting the prolonged period of sheltering at home. The HBC category also performed well, with sales of non-woven facial masks and oral care products growing, backed by the gradual increase in opportunities for people to go out.

In terms of store development, we opened Mr Max Itoshima store in December 2021. Since its opening, sales have exceeded the target. With this store included, we operate 58 stores in total as of the end of February 2022.

As part of our store strategy, we renovated existing stores to help improve profitability.

As a result, sales of all stores decreased 5.5% year on year and the operating revenue (which consists of net sales, real estate lease revenue, and other operating revenue) for the fiscal year ended February 28, 2022 was 124,831 million yen (down 5.3% year on year).

In terms of costs, selling, general and administrative expenses were 27,181 million yen (down 1.5% year on year). Factors contributing to the decrease include a decrease in man-hours at stores and a decrease in sales commission, such as credit card payment fees. The Company posted an operating profit of 4,487 million yen (down 25.4% year on year), an ordinary profit of 4,346 million yen (down 24.4% year on year), and a profit attributable to owners of parent of 2,853 million yen (down 19.5% year on year). However, as a result of improved gross profit margin and strict cost reductions during the past two years, operating profit and ordinary profit grew approximately 1.8 times and 1.9 times, respectively, as compared with the same period two years ago, which shows that we have improved the income and expenditure balance.

(Net sales by product category)

Category	Year ended February 28, 2021		Year ended February 28, 2022	
	Amount (million yen)	Share	Amount (million yen)	Share
Home appliances	19,484	15.4%	17,522	14.6%
Apparel	7,918	6.2%	6,897	5.8%
Life style	17,163	13.5%	16,502	13.8%
Home living	12,543	9.9%	11,611	9.7%
HBC	25,325	20.0%	24,405	20.3%
Foods	44,483	35.0%	42,992	35.8%
Other	4	0.0%	53	0.0%
Elimination	(10)	—	(10)	—
Total	126,913	100.0%	119,975	100.0%

2) Forecast for the next fiscal year

The forecast for the next fiscal year is as follows.

(Earnings forecasts)	Operating revenue	127.8 billion yen
	Operating profit	5.0 billion yen
	Ordinary profit	4.8 billion yen
	Profit attributable to owners of parent	3.0 billion yen
	Earnings per share	90.38 yen

- * The estimated earnings per share is calculated using the number of shares issued at the end of the fiscal year ended February 28, 2022 (excluding treasury shares), without considering purchases of treasury shares, requests for purchase or additional purchase of fractional shares, bonuses for directors, and other factors.
- * The above forecasts include management decisions and assumptions based on information available as of the filing date. Accordingly, actual business results may differ materially from the above forecasts due to changes in given conditions.

(2) Overview of Financial Condition for the Fiscal Year under Review

1) Assets, liabilities, and net assets

(Total assets)

Total assets as of February 28, 2022 were 82,216 million yen, a decrease of 90 million yen from the end of the previous fiscal year (February 28, 2021). This decrease is mainly attributable to a decrease of 1,038 million yen in buildings and structures and a decrease of 322 million yen in leased assets.

(Liabilities)

Liabilities as of February 28, 2022 were 52,510 million yen, a decrease of 1,932 million yen from the end of the previous fiscal year (February 28, 2021). This decrease is mainly attributable to a decrease of 1,540 million yen in income taxes payable.

(Net assets)

Net assets as of February 28, 2022 were 29,706 million yen, an increase of 1,842 million yen from the end of the previous fiscal year (February 28, 2021). This increase is mainly attributable to an increase of 1,824 million yen in retained earnings.

2) Cash flows

(Cash flow from operating activities)

Net cash provided by operating activities amounted to 3,516 million yen (down 62.3% year on year). This is mainly attributable to profit before income taxes of 4,307 million yen and depreciation of 2,340 million yen, which were partially offset by income tax paid of 2,904 million yen.

(Cash flow from investing activities)

Net cash used in investing activities amounted to 2,774 million yen (up 89.0% year on year). This is mainly attributable to payments of leasehold and guarantee deposits of 1,986 million yen and purchase of property, plant and equipment of 642 million yen.

(Cash flow from financing activities)

Net cash used in financing activities amounted to 736 million yen (down 90.2% year on year). This is mainly attributable to repayments of long-term borrowings of 7,506 million yen, dividends paid of 1,026 million yen, and repayments of lease liabilities of 707 million yen.

As a result, the cash and cash equivalents at the end of the fiscal year ended February 28, 2022 amounted to 2,887 million yen.

(Changes in cash flow indicators)

	FYE Feb 2018	FYE Feb 2019	FYE Feb 2020	FYE Feb 2021	FYE Feb 2022
Shareholders' equity ratio (%)	30.6	30.0	29.5	33.8	36.1
Shareholders' equity ratio based on market value (%)	33.1	19.9	14.8	29.1	23.1
Interest-bearing debt/cash flow ratio (years)	4.7	9.8	7.8	2.4	6.6
Interest coverage ratio (times)	21.9	13.3	16.5	44.1	18.7

(Notes) Shareholders' equity ratio: Shareholders' equity/Total assets

Shareholders' equity ratio based on market value: Market capitalization/Total assets *1

Interest-bearing debt/cash flow ratio: Interest-bearing debt/Cash flow *2, 3

Interest coverage ratio: Cash flow/Interest payments *2, 4

*1 Market capitalization is calculated based on the number of shares issued, excluding treasury shares.

*2 The figure for net cash provided by operating activities in the consolidated statement of cash flows is used as cash flow.

*3 Interest-bearing debt refers to the sum of all liabilities in the consolidated balance sheet on which interest is paid.

*4 The figure for interest paid in the consolidated statement of cash flows is used as interest payments.

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

1) Basic policy on profit distribution

The Company aims to pay dividends with a target payout ratio of 30% while comprehensively considering such factors as the Company's operating results, financial position, and future outlook.

Internal reserves will be used mainly for construction and renovation of stores and shopping centers, investment in information systems for logistics and purchasing, and human resources management activities such as recruitment, training and redeployment to enhance our organizational capabilities, with a view to expanding our business and strengthening business foundation.

2) Shareholder returns for the fiscal year ended February 28, 2022

The Company plans to pay a year-end dividend of 27 yen per share for the fiscal year ended February 28, 2022.

The scheduled date of commencement of dividend payments is May 27, 2022.

3) Shareholder returns for the fiscal year ending February 28, 2023

The Company will decide on dividends and use internal reserves in accordance with the basic policy as mentioned above. The Company plans to pay a year-end dividend of 27 yen per share.

2. Status of the Corporate Group

The Group is engaged in retail and associated businesses.

The main businesses of the Group are as follows.

- | | |
|--------------------------------------|--|
| 1) Home appliances | Sale of video equipment (e.g., TVs), audio products, communication devices, kitchen appliances (e.g., refrigerators), household appliances (e.g., washers), lighting fixtures, seasonal home appliances (e.g., air conditioners), etc. |
| 2) Apparel | Sale of practical clothing, kids and baby clothing, men's clothing, women's clothing, shoes, accessories, watches and clocks, jewelry, etc. |
| 3) Life style | Sale of pet supplies, bicycles, sports gear, automobile supplies, toys, stationery, gardening and DIY supplies, etc. |
| 4) Home living | Sale of kitchen appliances, daily sundries, interior goods and storage organizers, etc. |
| 5) HBC (Health and Beauty Care) | Sale of detergents, cosmetics, paper and cotton products, pharmaceutical products, etc. |
| 6) Foods | Sale of confectionery, soft drinks, processed foods, rice, alcoholic beverages, daily foods, etc. |
| 7) Store leasing in shopping centers | |

3. Basic Policy Regarding Selection of Accounting Standards

The Group applies Japanese GAAP to ensure comparability with other domestic competitors.

4. Consolidated Financial Statements and Main Notes

(1) Consolidated Balance Sheet

	As of February 28, 2021	As of February 28, 2022
(Millions of yen)		
<hr/>		
Assets		
Current assets		
Cash and deposits	2,874	2,887
Accounts receivable - trade	3,075	2,645
Merchandise	9,662	9,866
Supplies	51	40
Other	1,142	1,573
Total current assets	<hr/> 16,806 <hr/>	<hr/> 17,012 <hr/>
Non-current assets		
Property, plant and equipment		
Buildings and structures	45,856	46,226
Accumulated depreciation	(31,378)	(32,787)
Buildings and structures, net	<hr/> 14,477 <hr/>	<hr/> 13,439 <hr/>
Vehicles	1	1
Accumulated depreciation	(1)	(1)
Vehicles, net	<hr/> 0 <hr/>	<hr/> 0 <hr/>
Tools, furniture and fixtures	7,892	7,967
Accumulated depreciation	(6,446)	(6,739)
Tools, furniture and fixtures, net	<hr/> 1,445 <hr/>	<hr/> 1,227 <hr/>
Land	31,093	31,093
Leased assets	5,461	5,461
Accumulated depreciation	(2,046)	(2,368)
Lease assets, net	<hr/> 3,414 <hr/>	<hr/> 3,092 <hr/>
Total non-current assets	<hr/> 50,430 <hr/>	<hr/> 48,852 <hr/>
Intangible assets		
Leased assets	370	229
Other	699	806
Total intangible assets	<hr/> 1,069 <hr/>	<hr/> 1,036 <hr/>
Investments and other assets		
Investment securities	324	345
Long-term loans receivable	-	19
Deferred tax assets	1,819	1,688
Leasehold deposits	3,787	3,821
Guarantee deposits	7,188	8,614
Other	948	881
Allowance for doubtful accounts	(67)	(56)
Total investments and other assets	<hr/> 13,999 <hr/>	<hr/> 15,314 <hr/>
Total non-current assets	<hr/> 65,500 <hr/>	<hr/> 65,203 <hr/>
Total assets	<hr/> 82,306 <hr/>	<hr/> 82,216 <hr/>

Mr Max Holdings Ltd. (8203)
Financial Results for the Fiscal Year ended February 28, 2022

	As of February 28, 2021	(Millions of yen) As of February 28, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,446	7,412
Electronically recorded obligations - operating	7,715	7,477
Current portion of long-term borrowings	6,995	5,842
Current portion of bonds payable	-	286
Lease liabilities	690	702
Income taxes payable	1,901	361
Provision for bonuses	984	861
Asset retirement obligations	-	5
Other	4,382	3,767
Total current liabilities	30,115	26,717
Non-current liabilities		
Bonds payable	-	1,714
Long-term borrowings	15,169	15,316
Lease liabilities	3,213	2,937
Retirement benefit liability	1,063	1,082
Asset retirement obligations	1,144	1,162
Other	3,735	3,578
Total non-current liabilities	24,327	25,793
Total liabilities	54,443	52,510
Net assets		
Shareholders' equity		
Share capital	10,229	10,229
Capital surplus	7,980	7,980
Retained earnings	12,256	14,081
Treasury shares	(2,602)	(2,603)
Total shareholders' equity	27,864	29,688
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	27	53
Foreign currency translation adjustment	0	5
Remeasurements of defined benefit plans	(64)	(47)
Total accumulated other comprehensive income	(36)	10
Non-controlling interests	35	6
Total net assets	27,863	29,706
Total liabilities and net assets	82,306	82,216

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

(Consolidated Statement of Income)

(Millions of yen)

	Year ended February 28, 2021	Year ended February 28, 2022
Net sales	126,913	119,975
Cost of sales		
Beginning merchandise inventory	8,928	9,666
Cost of purchased goods	98,912	93,368
Total	107,840	103,034
Ending merchandise inventory	9,648	9,871
Cost of goods sold	98,191	93,162
Gross profit	28,721	26,812
Operating revenue		
Real estate lease revenue	3,882	3,832
Other operating revenue	993	1,023
Total operating revenue	4,875	4,856
Operating gross profit	33,597	31,668
Selling, general and administrative expenses	27,585	27,181
Operating profit	6,011	4,487
Non-operating income		
Interest income	38	32
Dividend income	11	12
Reversal of allowance for doubtful accounts	-	31
Income from leaving tenants	17	34
Dividend income of insurance	13	-
Other	49	43
Total non-operating income	129	153
Non-operating expenses		
Interest on bonds	-	0
Interest expenses	209	191
Bond issuance costs	-	23
Provision of allowance for doubtful accounts	67	-
Loss on discontinuation of a systems development	-	16
Special investigation expenses	97	-
Other	18	63
Total non-operating expenses	393	295
Ordinary profit	5,748	4,346
Extraordinary income		
Insurance claim income	140	5
Total extraordinary income	140	5
Extraordinary losses		
Loss on disaster	95	17
Loss on retirement of non-current assets	55	17
Loss on sale of investment securities	-	0
Impairment losses	263	8
Total extraordinary losses	414	44
Profit before income taxes	5,473	4,307
Income taxes - current	2,101	1,362
Income taxes - deferred	(166)	127
Total income taxes	1,935	1,490
Profit	3,538	2,817
Loss attributable to non-controlling interests	(4)	(36)
Profit attributable to owners of parent	3,542	2,853

(Consolidated Statement of Comprehensive Income)

	Year ended February 28, 2021	Year ended February 28, 2022
	(Millions of yen)	
Profit	3,538	2,817
Other comprehensive income		
Valuation difference on available-for-sale securities	33	25
Foreign currency translation adjustment	0	7
Remeasurements of defined benefit plans, net of tax	22	16
Total other comprehensive income	57	50
Comprehensive income	3,595	2,867
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	3,599	2,900
Comprehensive income attributable to non-controlling interests	(4)	(33)

(3) Consolidated Statement of Changes in Equity
Year ended February 28, 2021 (From March 1, 2020 to February 28, 2021)

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	10,229	7,980	9,178	(2,601)	24,787	(6)	–	–	(86)	(93)	–	24,694
Changes during period												
Dividends of surplus			(464)		(464)							(464)
Profit attributable to owners of parent			3,542		3,542							3,542
Purchase of treasury shares				(0)	(0)							(0)
Disposal of treasury shares		0		0	0							0
Net changes in items other than shareholders' equity						33	–	0	22	56	35	92
Total changes during period	–	0	3,078	(0)	3,077	33	–	0	22	56	35	3,169
Balance at end of period	10,229	7,980	12,256	(2,602)	27,864	27	–	0	(64)	(36)	35	27,863

Year ended February 28, 2022 (From March 1, 2021 to February 28, 2022)

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	10,229	7,980	12,256	(2,602)	27,864	27	–	0	(64)	(36)	35	27,863
Changes during period												
Dividends of surplus			(1,029)		(1,029)							(1,029)
Profit attributable to owners of parent			2,853		2,853							2,853
Purchase of treasury shares				(0)	(0)							(0)
Disposal of treasury shares		0		0	0							0
Net changes in items other than shareholders' equity						25	–	4	16	47	(29)	18
Total changes during period	–	0	1,824	(0)	1,823	25	–	4	16	47	(29)	1,842
Balance at end of period	10,229	7,980	14,081	(2,603)	29,688	53	–	5	(47)	10	6	29,706

(4) Consolidated Statement of Cash Flows

	Year ended February 28, 2021	Year ended February 28, 2022
		(Millions of yen)
Cash flows from operating activities		
Profit before income taxes	5,473	4,307
Depreciation	2,385	2,340
Increase (decrease) in provision for bonuses	433	(122)
Increase (decrease) in retirement benefit liability	18	19
Increase (decrease) in allowance for doubtful accounts	67	(11)
Interest and dividend income	(49)	(44)
Interest expenses	209	192
Insurance claim income	(140)	(3)
Loss on disaster	95	17
Loss on retirement of non-current assets	55	17
Impairment losses	263	8
Decrease (increase) in trade receivables	239	429
Decrease (increase) in inventories	(740)	(192)
Increase (decrease) in trade payables	1,217	(264)
Other	321	(84)
Subtotal	9,851	6,610
Interest and dividends received	12	12
Interest paid	(206)	(187)
Proceeds from insurance income	140	3
Payments associated with disaster loss	(95)	(17)
Income taxes paid	(505)	(2,904)
Income taxes refund	141	-
Net cash provided by (used in) operating activities	9,337	3,516
Cash flows from investing activities		
Purchase of property, plant and equipment	(908)	(642)
Purchase of intangible assets	(365)	(526)
Payments of leasehold and guarantee deposits	(652)	(1,986)
Proceeds from refund of leasehold and guarantee deposits	707	535
Proceeds from leasehold and guarantee deposits received	37	111
Refund of leasehold and guarantee deposits received	(260)	(228)
Other	(26)	(38)
Net cash provided by (used in) investing activities	(1,468)	(2,774)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(900)	-
Proceeds from long-term borrowings	3,000	6,500
Repayments of long-term borrowings	(8,506)	(7,506)
Proceeds from issuance of bonds	-	2,000
Dividends paid	(464)	(1,026)
Repayments of lease liabilities	(702)	(707)
Proceeds from share issuance to non-controlling shareholders	40	4
Other	(2)	0
Net cash provided by (used in) financing activities	(7,535)	(736)
Effect of exchange rate change on cash and cash equivalents	0	7
Net increase (decrease) in cash and cash equivalents	334	12
Cash and cash equivalents at beginning of period	2,540	2,874
Cash and cash equivalents at end of period	2,874	2,887

(5) Notes on the Consolidated Financial Statements

(Notes on the Going Concern Assumption)

Not applicable.

(Segment Information)

[Segment information]

Year ended February 28, 2021

This information is omitted because the Group has a single segment of retail and associated businesses.

Year ended February 28, 2022

This information is omitted because the Group has a single segment of retail and associated businesses.

[Related information]

Year ended February 28, 2021

1. Information by product and service

(Millions of yen)

	Foods	HBC	Home appliances	Life style	Home living	Apparel	Other	Elimination	Total
Sales to external customers	44,483	25,325	19,484	17,163	12,543	7,918	4	(10)	126,913

2. Information by geographic region

(1) Net sales

This section is omitted because sales to external customers in Japan account for over 90% of net sales stated on the consolidated statement of income.

(2) Property, plant and equipment

This section is omitted because the balance of property, plant and equipment located in Japan accounts for over 90% of property, plant and equipment stated on the consolidated balance sheet.

3. Information by major customer

This section is omitted because no external customer accounts for more than 10% of net sales stated on the consolidated statement of income.

Year ended February 28, 2022

1. Information by product and service

(Millions of yen)

	Foods	HBC	Home appliances	Life style	Home living	Apparel	Other	Elimination	Total
Sales to external customers	42,992	24,405	17,522	16,502	11,611	6,897	53	(10)	119,975

2. Information by geographic region

(1) Net sales

This section is omitted because sales to external customers in Japan account for over 90% of net sales stated on the consolidated statement of income.

(2) Property, plant and equipment

This section is omitted because the balance of property, plant and equipment located in Japan accounts for over 90% of property, plant and equipment stated on the consolidated balance sheet.

3. Information by major customer

This section is omitted because no external customer accounts for more than 10% of net sales stated on the consolidated statement of income.

[Information relating to impairment loss on fixed assets by reportable segment]

Year ended February 28, 2021

This information is omitted because the Group has a single segment of retail and associated businesses.

Year ended February 28, 2022

This information is omitted because the Group has a single segment of retail and associated businesses.

[Information regarding goodwill amortization and unamortized balance by reportable segment]

Not applicable.

[Information regarding profit arising from negative goodwill by reportable segment]

Not applicable.

(Per Share Information)

	Year ended February 28, 2021	Year ended February 28, 2022
Net assets per share	838.36 yen	894.76
Earnings per share	106.73 yen	85.97

Notes 1. Diluted earnings per share is not presented because the Company has no dilutive shares.

2. The basis for the calculation of earnings per share is as follows:

	Year ended February 28, 2021	Year ended February 28, 2022
Earnings per share		
Profit attributable to owners of parent (million yen)	3,542	2,853
Amount not attributable to common shareholders (million yen)	-	-
Profit attributable to common shareholders of parent (million yen)	3,542	2,853
Average number of common shares outstanding during the period (thousand shares)	33,194	33,193

(Significant Subsequent Events)

Not applicable.