



April 10, 2025

Consolidated Financial Results for the Fiscal Year Ended February 28, 2025 (FY2/25)

[Japanese GAAP]

Company name: NAKAMOTO PACKS CO.,LTD.

Listing: Tokyo Stock Exchange

Securities code: 7811

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Scheduled date of Annual General Meeting of Shareholders: May 27, 2025

Scheduled date of filing of Annual Securities Report: May 28, 2025

Scheduled date of payment of dividend: May 28, 2025

Preparation of supplementary materials for financial results: Yes

Holding of financial results meeting: Yes (for institutional investors and securities analysts)

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for FY2/25 (March 1, 2024 – February 28, 2025)

(1) Consolidated results of operations (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2/25	49,132	10.8	2,871	58.2	2,908	24.2	2,010	90.1
FY2/24	44,362	2.9	1,815	(4.1)	2,341	6.1	1,057	(17.7)

Note: Comprehensive income FY2/25: 2,394 million yen (up 79.1%) FY2/24: 1,337 million yen (down 14.1%)

	Earnings per share	Diluted earnings per share	Return on equity	Ordinary profit to total assets	Operating profit to net sales
	Yen	Yen	%	%	%
FY2/25	225.39	-	10.9	7.4	5.8
FY2/24	128.48	-	6.4	6.4	4.1

Note: Diluted earnings per share is not presented since there is no dilutive share.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Feb. 28, 2025	39,974	20,313	48.3	2,165.73
As of Feb. 29, 2024	38,483	18,496	45.7	1,969.69

Reference: Equity capital As of Feb. 28, 2025: 19,314 million yen As of Feb. 29, 2024: 17,568 million yen

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
FY2/25	2,353	(1,156)	(1,240)	7,552
FY2/24	3,458	(2,533)	(32)	7,446

2. Dividends

	Dividends per share					Total dividends	Dividend payout ratio (consolidated)	Dividend on equity (consolidated)
	1Q-end	2Q-end	3Q-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
FY2/24	-	31.00	-	31.00	62.00	529	48.3	3.2
FY2/25	-	32.00	-	34.00	66.00	588	29.3	3.2
FY2/26 (forecast)	-	34.00	-	34.00	68.00		30.2	

3. Consolidated Forecast for FY2/26 (March 1, 2025 – February 28, 2026)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	25,570	4.9	1,475	(5.5)	1,500	(7.7)	1,010	(19.0)	113.25
Full year	52,000	5.8	3,025	5.4	3,100	6.6	2,011	0.0	225.49

*** Notes**

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

Newly added: - Excluded: -

(2) Changes in accounting policies and accounting-based estimates, and restatements

- 1) Changes in accounting policies due to revisions in accounting standards, others: None
- 2) Changes in accounting policies other than 1) above: Yes
- 3) Changes in accounting-based estimates: None
- 4) Restatements: None

Note: Please refer to page 15 “3. Consolidated Financial Statements and Notes, (5) Notes to Consolidated Financial Statements, Changes in Accounting Policies” for details.

(3) Number of issued shares (common stock)

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

As of Feb. 28, 2025: 8,920,791 shares As of Feb. 29, 2024: 8,920,791 shares

2) Number of treasury shares at the end of the period

As of Feb. 28, 2025: 2,482 shares As of Feb. 29, 2024: 1,275 shares

3) Average number of shares during the period

FY2/25: 8,918,558 shares FY2/24: 8,231,465 shares

Reference: Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for FY2/25 (March 1, 2024 – February 28, 2025)

(1) Non-consolidated results of operations (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2/25	33,784	5.9	1,365	83.8	1,711	58.1	1,239	1,789.6
FY2/24	31,898	(0.0)	743	(31.0)	1,082	(29.2)	65	(93.5)

	Earnings per share	Diluted earnings per share
	Yen	Yen
FY2/25	138.97	-
FY2/24	7.97	-

Note: Diluted earnings per share is not presented since there is no dilutive share.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Feb. 28, 2025	32,747	15,064	46.0	1,689.21
As of Feb. 29, 2024	31,187	14,344	46.0	1,608.21

Reference: Shareholders' equity As of Feb. 28, 2025: 15,064 million yen As of Feb. 29, 2024: 14,344 million yen

* The current financial report is not subject to the audits by certified public accountants or auditing firms.

* Explanation of appropriate use of earnings forecasts and other special items

Cautionary statement with respect to forecasts

Forward-looking statements in these materials are based on certain assumptions judged to be valid and information currently available to Nakamoto Packs. These statements are not promises by Nakamoto Packs regarding future performance. Actual performance may differ significantly from these forecasts for a number of reasons. Please refer to “1. Overview of Results of Operations, (4) Outlook” on page 4 for forecast assumptions and notes of caution for usage.

How to view supplementary information at the financial results meeting

Nakamoto Packs plans to hold an information meeting for institutional investors and analysts on Wednesday, April 16, 2025.

Materials to be distributed at this event will be available on the Nakamoto Packs website immediately thereafter.

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1. Overview of Results of Operations

(1) Results of Operations

During the fiscal year ended on February 28, 2025, the economic activities in Japan recovered due to slow recovery in consumer spending and rising demand from foreign tourists in Japan. However, challenging conditions persist, including U.S. policies, globally rising resource prices, instability in financial and capital markets, and the continued high-interest rate levels in Europe and the United States. The rising cost of manufacturing products due to high cost of energy and supply chain disruptions are having a negative impact on the operations of the Nakamoto Packs Group and making the outlook unclear.

The activities of the Nakamoto Packs Group are guided by the themes of “environmental responsibility, activities for improvements and the maximization of customer satisfaction by going back to the basics.” Priorities include developing and selling products with a lower environmental burden, lowering costs, manufacturing products more efficiently, and improving the quality of products.

Due to these activities, sales increased 10.8% to 49,132 million yen. Operating profit increased 58.2% to 2,871 million yen, ordinary profit increased 24.2% to 2,908 million yen and profit attributable to owners of parent increased 90.1% to 2,010 million yen.

Results of operations for product categories were as follows.

Food Packaging and Containers

Packaging for dairy products, frozen foods, and agricultural products showed strong performance, while the adoption of no-label thermal top seals, environmentally responsible packaging materials, has also advanced. Performance was also supported by the first contribution to sales and earnings of Nakamoto Advanced Film Co., Ltd. (formerly MICS Chemical Co., Ltd.), which became a consolidated subsidiary in February 2024. As a result, sales increased 9.2% to 31,283 million yen and gross profit increased 52.5% to 4,365 million yen.

IT and Industrial Materials

Sales increased 33.1% to 8,991 million yen and gross profit increased 18.8% to 1,773 million yen. Major reasons include favorable sales of materials used in smartphones and electronic component packaging materials, semiconductors, industrial materials, improving sales of automotive interior materials and more production of prototype materials for next-generation batteries.

Consumer Product Packaging and Materials

Sales of vacuum storage bags and other storage products decreased because TV shopping channels gave these products less air time. Sales of in-house products with high profit margins increased. As a result, sales decreased 9.4% to 4,258 million yen and gross profit increased 1.2% to 1,690 million yen.

Printing Sheets for Building Materials

Sales decreased 6.8% to 1,908 million yen and gross profit decreased 8.7% to 268 million yen. Sales of printing for wallpaper were strong but there were declines in orders for building materials with functional surface coatings for houses.

Pharmaceuticals and Health Care

Sales to hospitals of medical packaging bags were firm and overseas sales of transdermal patches increased. The result was a 11.7% increase in sales to 1,568 million yen. The gross profit increased 28.6% to 331 million yen.

Others

Sales increased 41.2% to 1,121 million yen and gross profit increased 141.1% to 175 million yen. The main reasons include an increase in sales of general-purpose co-extruded multilayer nylon film bags made by Nakamoto Advanced Film (formerly MICS Chemical), newly consolidated in February 2024, as well as sales of machinery to chemical manufacturers.

(2) Financial Position

Assets

Total assets increased 1,490 million yen from the end of the previous fiscal year to 39,974 million yen at the end of the current fiscal year.

Current assets increased 1,574 million yen to 24,714 million yen. This was mainly due to increases of 109 million yen in cash and deposits, 562 million yen in notes and accounts receivable-trade, and contract assets, 391 million yen in electronically recorded monetary claims-operating and 497 million yen in inventories.

Non-current assets decreased 83 million yen to 15,260 million yen mainly due to decreases of 256 million yen in property, plant and equipment mainly due to depreciation and 59 million yen in intangible assets, while there was an increase of 232 million yen in investments and other assets.

Liabilities

Total liabilities decreased 326 million yen to 19,661 million yen.

Current liabilities decreased 634 million yen to 16,220 million yen. This was mainly due to decreases of 230 million yen in electronically recorded obligations-operating, 704 million yen in short-term borrowings and 151 million yen in lease liabilities, while there were increases of 169 million yen in income taxes payable and 190 million yen in other.

Non-current liabilities increased 308 million yen to 3,440 million yen. This was mainly due to increases of 204 million yen in long-term borrowings and 86 million yen in lease liabilities.

Net assets

Net assets increased 1,816 million yen to 20,313 million yen. This was mainly due to a 1,448 million yen increase in retained earnings due to profit attributable to owners of parent and other items and a 271 million yen increase in foreign currency translation adjustment.

(3) Cash Flows

Cash and cash equivalents (hereinafter “net cash”) at the end of the current fiscal year were 7,552 million yen, up 105 million yen over the end of the previous fiscal year.

The cash flow components and the main reasons for changes are as described below.

Cash flows from operating activities

Net cash provided by operating activities was 2,353 million yen (compared with net cash provided of 3,458 million yen in the previous fiscal year). Positive factors include profit before income taxes of 2,847 million yen, depreciation of 1,288 million yen and loss on liquidation of subsidiaries and associates of 135 million yen, which offset negative factors including an increase in trade receivables of 904 million yen, an increase in inventories of 416 million yen and income taxes paid of 735 million yen.

Cash flows from investing activities

Net cash used in investing activities was 1,156 million yen (compared with net cash used of 2,533 million yen in the previous fiscal year). Although there were positive factors including proceeds from sale of non-current assets of 13 million yen, there were negative factors including payments of 1,164 million yen for the purchase of non-current assets (production processing equipment, etc.).

Cash flows from financing activities

Net cash used in financing activities was 1,240 million yen (compared with net cash used of 32 million yen in the previous fiscal year). Although there were positive factors including proceeds from long-term borrowings of 1,200 million yen, there were negative factors including a net decrease in short-term borrowings of 739 million yen, repayments of long-term borrowings of 964 million yen, repayments of lease liabilities of 158 million yen, and dividends paid of 561 million yen.

(4) Outlook

Consumer spending in Japan is expected to temporarily stagnate due to inflation and other factors. However, the economy is likely to maintain steady growth, supported by a recovery in domestic demand as wage hikes improve real wages, increased demand from foreign tourists in Japan, and continued growth in corporate capital investment. On the other hand, the economic outlook remains uncertain due to supply-side constraints stemming from Japan's labor shortage, worsening trade conditions resulting from United States policies, and rising geopolitical tensions.

For the fiscal year ending on February 28, 2026, we forecast an 5.8% increase in net sales to 52,000 million yen, a 5.4% increase in operating profit to 3,025 million yen, a 6.6% increase in ordinary profit to 3,100 million yen and a 0.0% increase in profit attributable to owners of parent to 2,011 million yen. This forecast uses an exchange rate of 20.00 yen to the yuan for yuan-denominated sales that are not yet converted to yen.

Manufacturing and logistics expenses are rising as the cost of electricity and gas remains high due to higher prices of resources which also push up the cost of ink, adhesives, solvents and many other items used for production. The cost of sales is expected to increase more than in the previous year along with the upturn in these expenses. To reduce the impact of these rising expenses on our earnings, we are further raising production efficiency, lowering the use of petroleum-derived ink and taking other actions. However, there may be an impact on results of operations if expenses rise more than expected.

In the Food Packaging and Containers category, we expect growth in packaging for agricultural products made with our specialty thick plastic sheet printing technology. In addition, we anticipate an increase in orders for environmentally responsible packaging materials, such as no-label thermal top seal film. However, the performance of this category may be affected if inflation continues to have a negative effect on consumer spending.

In the IT and Industrial Materials category, orders for processing film for smartphones are expected to remain strong. However, the pace of market expansion for electronic components has fallen short of expectations, and a full recovery is not expected until the second quarter or later. The performance of this category may be affected if the current weakness in the market for materials for IT applications continues for a long time or if there are supply chain disruptions caused by global events.

In the Consumer Product Packaging and Materials category, subsidiary R Co., Ltd., has the goal of increasing sales by developing products that differentiate the company's products from those of competitors. One example is products under the new Goodna brand, developed around the concept of "outstanding ease of use and designs for even better living." Due to the large volume of imported products, the performance of this category may be affected if there is a big change in the yen's exchange rates.

The main goals for the fiscal year ending in February 2026 are environmental responsibility, activities for improvements and the maximization of customer satisfaction by going back to the basics. For environmental responsibility, we have developed RESC™, a next-generation SDG-compliant gas-barrier packaging material incorporating a non-edible starch, and a no-label thermal top seal film and are increasing sales of these products. We are also continuing to switch to environmentally responsible ink and adhesives. For business operation improvements, we are aiming to use smaller amounts of materials, raise production efficiency and take other steps to lower the cost of manufacturing products. For even greater customer satisfaction, supplying products that meet customers' needs and help make customers' operations more environmentally responsible and labor efficient and implementing rigorous quality assurance are priorities. We are also committed to corporate citizenship. By focusing on these activities, we aim to build relationships rooted in trust with all stakeholders and achieve consistent growth of corporate value.

2. Basic Approach to the Selection of Accounting Standards

We adopt Japanese GAAP because most of our stakeholders are shareholders, creditors and business partners located in Japan, and we do not necessarily have to raise funds from overseas capital markets.

We will nevertheless consider applying International Financial Reporting Standards (IFRS) in light of future trends in our foreign investor ownership ratio and application of IFRS by our industry peers.

3. Consolidated Financial Statements and Notes**(1) Consolidated Balance Sheet**

	(Thousands of yen)	
	FY2/24	FY2/25
	(As of Feb. 29, 2024)	(As of Feb. 28, 2025)
Assets		
Current assets		
Cash and deposits	7,532,988	7,642,338
Notes and accounts receivable-trade, and contract assets	8,354,549	8,917,042
Electronically recorded monetary claims-operating	2,598,289	2,989,951
Merchandise and finished goods	2,895,263	3,266,318
Work in process	348,658	428,676
Raw materials and supplies	1,030,584	1,077,294
Other	384,945	398,351
Allowance for doubtful accounts	(5,313)	(5,616)
Total current assets	23,139,967	24,714,356
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,240,851	5,999,048
Machinery, equipment and vehicles, net	2,392,079	2,299,975
Land	3,729,154	3,808,836
Leased assets, net	264,472	251,154
Construction in progress	145,351	108,669
Other, net	215,635	263,058
Total property, plant and equipment	12,987,545	12,730,742
Intangible assets		
Other	487,728	428,245
Total intangible assets	487,728	428,245
Investments and other assets		
Investment securities	998,155	1,111,226
Long-term loans receivable	9,045	7,635
Retirement benefit asset	99,494	117,017
Deferred tax assets	146,163	265,456
Other	643,123	627,079
Allowance for doubtful accounts	(27,265)	(27,265)
Total investments and other assets	1,868,716	2,101,150
Total non-current assets	15,343,990	15,260,138
Total assets	38,483,958	39,974,495

	(Thousands of yen)	
	FY2/24	FY2/25
	(As of Feb. 29, 2024)	(As of Feb. 28, 2025)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	4,806,732	4,842,197
Electronically recorded obligations-operating	4,269,105	4,038,169
Short-term borrowings	4,913,254	4,209,000
Current portion of long-term borrowings	850,082	880,840
Lease liabilities	230,924	79,086
Income taxes payable	283,854	453,466
Provision for bonuses	244,149	252,022
Provision for loss on liquidation of subsidiaries and associates	187,359	205,577
Other	1,069,532	1,260,367
Total current liabilities	16,854,995	16,220,726
Non-current liabilities		
Long-term borrowings	2,715,818	2,920,677
Lease liabilities	98,868	185,733
Deferred tax liabilities	55,216	78,666
Retirement benefit liability	107,390	106,782
Other	154,902	148,413
Total non-current liabilities	3,132,196	3,440,273
Total liabilities	19,987,191	19,661,000
Net assets		
Shareholders' equity		
Share capital	1,057,468	1,057,468
Capital surplus	2,629,932	2,629,932
Retained earnings	12,696,002	14,144,242
Treasury shares	(1,452)	(3,466)
Total shareholders' equity	16,381,950	17,828,176
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	217,976	284,942
Deferred gains or losses on hedges	11,461	2,095
Foreign currency translation adjustment	880,761	1,152,104
Remeasurements of defined benefit plans	76,513	47,358
Total accumulated other comprehensive income	1,186,713	1,486,501
Non-controlling interests	928,102	998,817
Total net assets	18,496,766	20,313,495
Total liabilities and net assets	38,483,958	39,974,495

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

(Thousands of yen)

	FY2/24 (Mar. 1, 2023 – Feb. 29, 2024)	FY2/25 (Mar. 1, 2024 – Feb. 28, 2025)
Net sales	44,362,283	49,132,185
Cost of sales	37,712,762	40,528,045
Gross profit	6,649,521	8,604,140
Selling, general and administrative expenses	4,834,389	5,733,089
Operating profit	1,815,132	2,871,050
Non-operating income		
Interest income	11,271	12,799
Dividend income	19,093	27,777
Share of profit of entities accounted for using equity method	347,368	-
Rental income from land and buildings	25,172	22,960
Insurance claim income	19,092	31,722
Foreign exchange gains	69,104	80,903
Other	182,315	173,862
Total non-operating income	673,417	350,025
Non-operating expenses		
Interest expenses	60,141	72,182
Share of loss of entities accounted for using equity method	-	27,385
Depreciation of inactive non-current assets	59,894	753
Loss on liquidation of subsidiaries and associates	-	153,823
Other	26,938	58,594
Total non-operating expenses	146,974	312,737
Ordinary profit	2,341,575	2,908,338
Extraordinary income		
Gain on sale of non-current assets	1,017	1,224
Gain on bargain purchase	469,629	-
Total extraordinary income	470,646	1,224
Extraordinary losses		
Loss on sale of non-current assets	1,230	17,283
Loss on retirement of non-current assets	90,545	15,111
Impairment losses	628,082	-
Loss on valuation of investment securities	50,402	-
Extra retirement payments	-	30,036
Loss on step acquisitions	200,885	-
Provision for loss on liquidation of subsidiaries and associates	187,359	-
Total extraordinary losses	1,158,505	62,431
Profit before income taxes	1,653,715	2,847,132
Income taxes-current	637,257	893,829
Income taxes-deferred	(6,439)	(122,639)
Total income taxes	630,817	771,190
Profit	1,022,898	2,075,941
Profit (loss) attributable to non-controlling interests	(34,702)	65,810
Profit attributable to owners of parent	1,057,600	2,010,130

Consolidated Statement of Comprehensive Income

	(Thousands of yen)	
	FY2/24	FY2/25
	(Mar. 1, 2023 – Feb. 29, 2024)	(Mar. 1, 2024 – Feb. 28, 2025)
Profit	1,022,898	2,075,941
Other comprehensive income		
Valuation difference on available-for-sale securities	127,273	69,995
Deferred gains or losses on hedges	13,010	(18,365)
Foreign currency translation adjustment	84,796	296,156
Remeasurements of defined benefit plans, net of tax	89,346	(29,154)
Total other comprehensive income	314,427	318,632
Comprehensive income	1,337,325	2,394,573
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,351,809	2,309,918
Comprehensive income attributable to non-controlling interests	(14,484)	84,655

(3) Consolidated Statement of Changes in Equity

FY2/24 (Mar. 1, 2023 – Feb. 29, 2024)

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,057,468	1,308,179	12,145,081	(1,101)	14,509,626
Changes during period					
Dividends of surplus	-	-	(506,679)	-	(506,679)
Profit attributable to owners of parent	-	-	1,057,600	-	1,057,600
Purchase of treasury shares	-	-	-	(350)	(350)
Increase by share exchanges	-	1,300,599	-	-	1,300,599
Change in ownership interest of parent due to transactions with non-controlling interests	-	21,153	-	-	21,153
Net changes in items other than shareholders' equity	-	-	-	-	-
Total changes during period	-	1,321,753	550,920	(350)	1,872,323
Balance at end of period	1,057,468	2,629,932	12,696,002	(1,452)	16,381,950

	Accumulated other comprehensive income				
	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	92,953	4,826	807,556	(12,833)	892,503
Changes during period					
Dividends of surplus	-	-	-	-	-
Profit attributable to owners of parent	-	-	-	-	-
Purchase of treasury shares	-	-	-	-	-
Increase by share exchanges	-	-	-	-	-
Change in ownership interest of parent due to transactions with non-controlling interests	-	-	-	-	-
Net changes in items other than shareholders' equity	125,022	6,635	73,204	89,346	294,209
Total changes during period	125,022	6,635	73,204	89,346	294,209
Balance at end of period	217,976	11,461	880,761	76,513	1,186,713

(Thousands of yen)

	Non-controlling interests	Total net assets
Balance at beginning of period	1,067,068	16,469,199
Changes during period		
Dividends of surplus	-	(506,679)
Profit attributable to owners of parent	-	1,057,600
Purchase of treasury shares	-	(350)
Increase by share exchanges	-	1,300,599
Change in ownership interest of parent due to transactions with non-controlling interests	-	21,153
Net changes in items other than shareholders' equity	(138,966)	155,242
Total changes during period	(138,966)	2,027,566
Balance at end of period	928,102	18,496,766

FY2/25 (Mar. 1, 2024 – Feb. 28, 2025)

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,057,468	2,629,932	12,696,002	(1,452)	16,381,950
Changes during period					
Dividends of surplus	-	-	(561,890)	-	(561,890)
Profit attributable to owners of parent	-	-	2,010,130	-	2,010,130
Purchase of treasury shares	-	-	-	(2,014)	(2,014)
Increase by share exchanges	-	-	-	-	-
Change in ownership interest of parent due to transactions with non-controlling interests	-	-	-	-	-
Net changes in items other than shareholders' equity	-	-	-	-	-
Total changes during period	-	-	1,448,240	(2,014)	1,446,225
Balance at end of period	1,057,468	2,629,932	14,144,242	(3,466)	17,828,176

	Accumulated other comprehensive income				
	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	217,976	11,461	880,761	76,513	1,186,713
Changes during period					
Dividends of surplus	-	-	-	-	-
Profit attributable to owners of parent	-	-	-	-	-
Purchase of treasury shares	-	-	-	-	-
Increase by share exchanges	-	-	-	-	-
Change in ownership interest of parent due to transactions with non-controlling interests	-	-	-	-	-
Net changes in items other than shareholders' equity	66,966	(9,366)	271,342	(29,154)	299,788
Total changes during period	66,966	(9,366)	271,342	(29,154)	299,788
Balance at end of period	284,942	2,095	1,152,104	47,358	1,486,501

(Thousands of yen)

	Non-controlling interests	Total net assets
Balance at beginning of period	928,102	18,496,766
Changes during period		
Dividends of surplus	-	(561,890)
Profit attributable to owners of parent	-	2,010,130
Purchase of treasury shares	-	(2,014)
Increase by share exchanges	-	-
Change in ownership interest of parent due to transactions with non-controlling interests	-	-
Net changes in items other than shareholders' equity	70,715	370,503
Total changes during period	70,715	1,816,729
Balance at end of period	998,817	20,313,495

(4) Consolidated Statement of Cash Flows

	(Thousands of yen)	
	FY2/24	FY2/25
	(Mar. 1, 2023 – Feb. 29, 2024)	(Mar. 1, 2024 – Feb. 28, 2025)
Cash flows from operating activities		
Profit before income taxes	1,653,715	2,847,132
Depreciation	1,293,937	1,288,831
Amortization of goodwill	26,252	-
Impairment losses	628,082	-
Loss on liquidation of subsidiaries and associates	-	135,604
Gain on bargain purchase	(469,629)	-
Loss (gain) on step acquisitions	200,885	-
Share of loss (profit) of entities accounted for using equity method	(347,368)	27,385
Increase (decrease) in allowance for doubtful accounts	(1,488)	176
Increase (decrease) in provision for bonuses	18,737	7,103
Increase (decrease) in retirement benefit liability	(51,114)	(60,141)
Increase (decrease) in provision for loss on liquidation of subsidiaries and associates	187,359	18,218
Interest and dividend income	(30,365)	(40,577)
Interest expenses	60,141	72,182
Foreign exchange losses (gains)	(56,037)	(73,474)
Loss (gain) on valuation of investment securities	50,402	-
Loss on retirement of non-current assets	90,545	15,111
Loss (gain) on sale of non-current assets	213	16,058
Decrease (increase) in trade receivables	(213,971)	(904,319)
Decrease (increase) in inventories	560,967	(416,310)
Increase (decrease) in trade payables	573,046	7,558
Increase (decrease) in accrued consumption taxes	(1,770)	94,541
Other, net	15,245	90,318
Subtotal	4,187,786	3,125,397
Interest and dividends received	29,491	41,563
Interest paid	(59,356)	(77,730)
Income taxes paid	(699,732)	(735,249)
Net cash provided by (used in) operating activities	3,458,188	2,353,980
Cash flows from investing activities		
Purchase of non-current assets	(1,085,548)	(1,164,897)
Proceeds from sale of non-current assets	3,266	13,493
Payments for retirement of non-current assets	(18,212)	(700)
Purchase of investment securities	(1,282,771)	(23,138)
Proceeds from collection of loans receivable	1,736	1,409
Payments of guarantee deposits	(797)	(831)
Proceeds from refund of guarantee deposits	1,178	6,566
Other, net	(151,935)	11,542
Net cash provided by (used in) investing activities	(2,533,085)	(1,156,555)

	(Thousands of yen)	
	FY2/24	FY2/25
	(Mar. 1, 2023 – Feb. 29, 2024)	(Mar. 1, 2024 – Feb. 28, 2025)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(425,000)	(739,055)
Proceeds from long-term borrowings	1,862,800	1,200,000
Repayments of long-term borrowings	(773,334)	(964,847)
Repayments of lease liabilities	(87,273)	(158,432)
Purchase of treasury shares	(350)	(2,014)
Dividends paid	(506,400)	(561,832)
Dividends paid to non-controlling interests	(24,032)	(14,192)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(79,100)	-
Net cash provided by (used in) financing activities	(32,691)	(1,240,373)
Effect of exchange rate change on cash and cash equivalents	69,230	148,337
Net increase (decrease) in cash and cash equivalents	961,641	105,389
Cash and cash equivalents at beginning of period	5,019,542	7,446,920
Increase in cash and cash equivalents due to share exchange	1,465,737	-
Cash and cash equivalents at end of period	7,446,920	7,552,310

(5) Notes to Consolidated Financial Statements**Going Concern Assumption**

Not applicable.

Changes in Accounting Policies**Changes in valuation of inventories**

In prior years, Nakamoto Packs and consolidated subsidiaries in Japan used primarily the first-in first-out cost method for the valuations of inventories with balance sheet valuations written down to reflect declines in profitability. Beginning with the current fiscal year, the method used for the valuations of inventories was changed to primarily the specific identification cost method with balance sheet valuations written down to reflect declines in profitability.

This change in the valuation method was implemented alongside the transition to a new IT system, with the aim of more accurately valuing inventory and calculating periodic profit and loss.

The new valuation method was not applied retroactively because its monetary effect is negligible.

Segment Information

Segment information is omitted because the Group's business segments are a single segment of the printing business.

Related Information

FY2/24 (Mar. 1, 2023 – Feb. 29, 2024)

1. Information by product and service

Omitted since sales to external customers in the category of a single product or service exceeded 90% of net sales on the consolidated statement of income.

2. Information by region**(1) Net sales**

Omitted since sales to external customers in Japan exceeded 90% of net sales on the consolidated statement of income.

(2) Property, plant and equipment

(Thousands of yen)

Japan	China	United States	Vietnam	Total
11,316,215	1,191,137	15,868	464,324	12,987,545

3. Information by major customer

(Thousands of yen)

Customer name	Net sales
FP Corporation	6,095,119

FY2/25 (Mar. 1, 2024 – Feb. 28, 2025)

1. Information by product and service

Omitted since sales to external customers in the category of a single product or service exceeded 90% of net sales on the consolidated statement of income.

2. Information by region

(1) Net sales

Omitted since sales to external customers in Japan exceeded 90% of net sales on the consolidated statement of income.

(2) Property, plant and equipment

(Thousands of yen)

Japan	China	United States	Vietnam	Total
11,084,846	1,131,130	50,781	463,984	12,730,742

3. Information by major customer

(Thousands of yen)

Customer name	Net sales
FP Corporation	6,340,940

Information Related to Impairment Loss of Non-current Assets for Each Reportable Segment

FY2/24 (Mar. 1, 2023 – Feb. 29, 2024)

Segment information is omitted because the Group's business segments are a single segment of the printing business.

FY2/25 (Mar. 1, 2024 – Feb. 28, 2025)

Segment information is omitted because the Group's business segments are a single segment of the printing business.

Information Related to Amortization of Goodwill and Unamortized Balance for Each Reportable Segment

FY2/24 (Mar. 1, 2023 – Feb. 29, 2024)

Segment information is omitted because the Group's business segments are a single segment of the printing business.

FY2/25 (Mar. 1, 2024 – Feb. 28, 2025)

Segment information is omitted because the Group's business segments are a single segment of the printing business.

Information Related to Gain on Bargain Purchase for Each Reportable Segment

FY2/24 (Mar. 1, 2023 – Feb. 29, 2024)

Segment information is omitted because the Group's business segments are a single segment of the printing business.

FY2/25 (Mar. 1, 2024 – Feb. 28, 2025)

Segment information is omitted because the Group's business segments are a single segment of the printing business.

Per Share Information

(Yen)

	FY2/24 (Mar. 1, 2023 – Feb. 29, 2024)	FY2/25 (Mar. 1, 2024 – Feb. 28, 2025)
Net assets per share	1,969.69	2,165.73
Earnings per share	128.48	225.39

Notes: 1. Diluted earnings per share is not presented since there is no dilutive share.

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

(Thousands of yen)

	FY2/24 (Mar. 1, 2023 – Feb. 29, 2024)	FY2/25 (Mar. 1, 2024 – Feb. 28, 2025)
Earnings per share		
Profit attributable to owners of parent	1,057,600	2,010,130
Amounts not attributable to common shareholders	-	-
Profit attributable to common shareholders of parent	1,057,600	2,010,130
Average number of common shares during the period (Shares)	8,231,465	8,918,558

Subsequent Events

Not applicable.

This summary report is solely a translation of “Kessan Tanshin” (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.