

## (4) Consolidated Statement of Cash Flows

(Thousand yen)

	For the fiscal year ended February 28, 2025 (March 1, 2024 to February 28, 2025)	For the fiscal year ended February 28, 2026 (March 1, 2025 to February 28, 2026)
<b>Cash flows from operating activities</b>		
Profit before income taxes	6,662,290	7,433,011
Depreciation	894,538	954,905
Increase/decrease in allowance for bonuses ( $\Delta$ is decrease)	50,000	$\Delta$ 3,000
Increase/decrease in allowance for directors' bonuses ( $\Delta$ is decrease)	6,360	$\Delta$ 2,976
Increase/decrease in liabilities related to retirement benefits ( $\Delta$ is decrease)	64,839	70,182
Increase/decrease in directors' retirement benefits ( $\Delta$ is decrease)	$\Delta$ 17,000	3,100
Increase/decrease in allowance for doubtful accounts ( $\Delta$ is decrease)	2,989	1,728
Interest income and dividends received	$\Delta$ 121,725	<u><math>\Delta</math>283,069</u>
Loss/gain on sale of investment securities ( $\Delta$ is gain)	4,960	$\Delta$ 104,926
Loss/gain on sale of tangible assets ( $\Delta$ is gain)	$\Delta$ 8,712	$\Delta$ 1,337
Loss on retirement of tangible assets	210	14,895
Decrease/increase in notes and accounts receivable – trade ( $\Delta$ is increase)	$\Delta$ 330,175	$\Delta$ 761,733
Decrease/increase in inventories ( $\Delta$ is increase)	291,111	$\Delta$ 777,449
Decrease/increase in other current assets ( $\Delta$ is increase)	441,714	$\Delta$ 212,755
Increase/decrease in notes and accounts payable – trade ( $\Delta$ is decrease)	$\Delta$ 481,002	$\Delta$ 77,633
Increase/decrease in accrued consumption tax, etc. ( $\Delta$ is decrease)	$\Delta$ 71,232	13,743
Increase/decrease in other current liabilities ( $\Delta$ is decrease)	$\Delta$ 427,815	455,325
Increase/decrease in other non-current liabilities ( $\Delta$ is decrease)	$\Delta$ 40,625	61,737
Other	159,008	35,272
Subtotal	<u>7,079,735</u>	<u>6,819,020</u>
Interest and dividend income received	114,359	<u>258,616</u>
Income taxes paid	$\Delta$ 1,763,075	$\Delta$ 2,270,519
Net cash provided by (used in) operating activities	<u>5,431,018</u>	<u>4,807,116</u>
<b>Cash flows from investing activities</b>		
Expenditures for time deposits	$\Delta$ 12,000,000	$\Delta$ 29,000,000
Proceeds from withdrawal of time deposits	—	24,000,000
Purchase of tangible fixed assets	$\Delta$ 909,679	$\Delta$ 1,008,726
Proceeds from sales of tangible fixed assets	9,721	3,414
Purchase of intangible fixed assets	$\Delta$ 25,193	$\Delta$ 21,739
Purchase of other fixed assets	$\Delta$ 50,013	$\Delta$ 14,209
Proceeds from decrease in other fixed assets	44,672	4,039
Purchase of investment securities	$\Delta$ 2,515	$\Delta$ 99,575
Proceeds from sale and redemption of investment securities	—	107,365
Decrease/increase in segregated deposits for acquisition of investment securities ( $\Delta$ is increase)	—	$\Delta$ 50,138
Expenditures for acquisition of subsidiary shares	$\Delta$ 2,125	$\Delta$ 4,476
Revenue from collection of loans	6,616	251
Other	22,740	22,141
Net cash provided by (used in) investing activities	<u><math>\Delta</math>12,905,777</u>	<u><math>\Delta</math>6,061,653</u>
<b>Cash flows from financing activities</b>		
Purchase of treasury shares	$\Delta$ 107,929	$\Delta$ 180
Cash dividends paid	$\Delta$ 1,628,989	$\Delta$ 2,034,571
Other	$\Delta$ 9,200	$\Delta$ 6,267
Net cash provided by (used in) financing activities	<u><math>\Delta</math>1,746,118</u>	<u><math>\Delta</math>2,041,019</u>
Net increase/decrease in cash and cash equivalents ( $\Delta$ is decrease)	<u><math>\Delta</math>9,220,877</u>	<u><math>\Delta</math>3,295,555</u>
Cash and cash equivalents at beginning of period	33,067,889	23,847,011
Cash and cash equivalents at end of period	<u>23,847,011</u>	<u>20,551,456</u>