

<p>Supplementary Information to Financial Results for the First Six Months of the Fiscal Year Ending February 29, 2024</p>
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From March 1, 2023  
to August 31, 2023

## J. Front Retailing Co., Ltd.

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**I. J. Front Retailing Consolidated Statements [IFRS]**
**1—1. Consolidated business performance (comparison with previous year and forecast released in April 2023)**

(Millions of yen, %)

Item	Six months ended August 31, 2023	Six months ended August 31, 2022	YoY		Forecast released in April 2023 (Six months ended August 31, 2023)	Vs. forecast Amount
			Amount	%		
1. Gross sales	540,132	464,130	76,002	16.4	533,500	6,632
2. Revenue	191,634	169,129	22,505	13.3	195,500	(3,866)
3. Gross profit	93,382	82,861	10,521	12.7	93,000	382
4. Gross margin ratio	48.73%	48.99%	Difference (0.26)%		47.57%	Difference 1.16%
5. Selling, general and administrative expenses (SGA)	73,185	69,232	3,953	5.7	74,000	(815)
6. Business profit	20,197	13,629	6,568	48.2	19,000	1,197
7. Operating profit	19,684	13,237	6,447	48.7	18,500	1,184
8. Profit before tax	18,804	12,223	6,581	53.8	17,500	1,304
9. Profit attributable to owners of parent	12,900	10,155	2,745	27.0	12,500	400
10. Total assets	1,121,945	1,120,953	992		1,110,000	11,945
11. Equity attributable to owners of parent	370,049	359,385	10,664		366,000	4,049
12. Ratio of equity attributable to owners of parent to total assets	33.0%	32.1%	Difference 0.9%		33.0%	Difference 0.0%
13. Total interest-bearing liabilities [Of which: lease liabilities]	391,884 [152,598]	413,949 [164,825]	(22,065) [(12,227)]		400,000 [160,000]	(8,116) [(7,402)]
14. Financial balance	(1,853)	(2,214)	361		(2,000)	147
15. Cash flows from operating activities	37,065	24,991	12,074		33,000	4,065
16. Cash flows from investing activities	(671)	(6,321)	5,650		(5,000)	4,329
17. Free cash flows	36,393	18,669	17,724		28,000	8,393
18. Cash flows from financing activities	(28,544)	(47,260)	18,716		(30,000)	1,456
19. Return on equity attributable to owners of parent (ROE)	3.5%	2.9%	Difference 0.6%			
20. Return on assets (ROA)	1.8%	1.1%	Difference 0.7%			
21. Return on invested capital (ROIC)	2.3%	1.4%	Difference 0.9%			
22. Ratio of interest-bearing liabilities to equity attributable to owners of parent (D/E ratio)	1.06 Times	1.15 Times	Difference (0.09) Times			
23. Interest-bearing liabilities to cash flow ratio	10.57 Times	18.58 Times	Difference (8.01) Times			

- Notes: 1. Gross sales are calculated by converting sales from purchase a recorded at the time of sale (*shoka shiire*) of the "Department Store Business", which are recognized as revenue under IFRS, into a gross amount and converting the net amount of sales of the "SC Business" into tenant transaction volume (gross amount basis).
2. Business profit is calculated by subtracting cost of sales and SGA from revenue.
3. Profit attributable to owners of parent, operating profit and business profit after tax are used to calculate ROE, ROA and ROIC, respectively.
4. Results for the previous year in Items 10 to 13 and 22 are those at the end of the previous consolidated fiscal year (February 28, 2023).

1—2. Consolidated business performance (full year forecast)

(Millions of yen, %)

Item	Full year ending February 29, 2024	Full year ended February 28, 2023	YoY		Forecast released in April 2023 (Full year ending February 29, 2024)	Vs. forecast Amount
			Amount	%		
1. Gross sales	1,131,000	998,755	132,245	13.2	1,115,000	16,000
2. Revenue	405,500	359,679	45,821	12.7	413,000	(7,500)
3. Gross profit	192,500	169,536	22,964	13.5	193,500	(1,000)
4. Gross margin ratio	47.47%	47.14%	Difference 0.33%		46.85%	Difference 0.62%
5. SGA	150,000	144,682	5,318	3.7	153,500	(3,500)
6. Business profit	42,500	24,854	17,646	71.0	40,000	2,500
7. Operating profit	40,000	19,059	20,941	109.9	38,500	1,500
8. Profit before tax	38,500	16,873	21,627	128.2	36,000	2,500
9. Profit attributable to owners of parent	27,000	14,237	12,763	89.6	25,500	1,500
10. Total assets	1,100,000	1,120,953	(20,953)		1,100,000	—
11. Equity attributable to owners of parent	375,000	359,385	15,615		373,500	1,500
12. Ratio of equity attributable to owners of parent to total assets	34.1%	32.1%	Difference 2.0%		34.0%	Difference 0.1%
13. Total interest-bearing liabilities [Of which: lease liabilities]	360,000 [145,000]	413,949 [164,825]	(53,949) [(19,825)]		370,000 [145,000]	(10,000) (—)
14. Financial balance	(2,700)	(4,347)	1,647		(4,500)	1,800
15. Cash flows from operating activities	82,000	65,480	16,520		75,000	7,000
16. Cash flows from investing activities	0	(13,371)	13,371		(20,000)	20,000
17. Free cash flows	82,000	52,109	29,891		55,000	27,000
18. Cash flows from financing activities	(71,000)	(105,694)	34,694		(61,000)	(10,000)
19. Return on equity attributable to owners of parent (ROE)	7.4%	4.0%	Difference 3.4%		7.0%	Difference 0.4%
20. Return on assets (ROA)	3.6%	1.6%	Difference 2.0%		3.5%	Difference 0.1%
21. Return on invested capital (ROIC)	4.9%	2.7%	Difference 2.2%		4.6%	Difference 0.3%
Ratio of interest-bearing liabilities to equity attributable to owners of parent (D/E ratio)	0.96 Times	1.15 Times	Difference (0.19) Times		0.99 Times	Difference (0.03) Times
23. Interest-bearing liabilities to cash flow ratio	4.39 Times	6.32 Times	Difference (1.93) Times		4.93 Times	Difference (0.54) Times

- Notes: 1. Gross sales are calculated by converting sales from purchases recorded at the time of sale (*shoka shiire*) of the "Department Store Business", which are recognized as revenue under IFRS, into a gross amount and converting the net amount of sales of the "SC Business" into tenant transaction volume (gross amount basis).
2. Business profit is calculated by subtracting cost of sales and SGA from revenue.
3. Profit attributable to owners of parent, operating profit and business profit after tax are used to calculate ROE, ROA and ROIC, respectively.

## 2. Segment information (results and full year forecast)

### <Results>

Note: Due to the reorganization on March 1, 2023, the previous year's results for profit and loss items have been retroactively adjusted as if the real estate transferred from PARCO Co., Ltd. to J. Front City Development Co., Ltd. had been transferred from March 1, 2022.

Six months ended August 31, 2023

(Millions of yen, %)

	Reportable segments					Other	Total	Adjustments	Consolidated
	Department Store Business	SC Business	Developer Business	Payment and Finance Business	Total				
Gross sales	349,287	140,915	33,766	6,733	530,702	27,935	558,638	(18,505)	540,132
YoY %	14.4	17.3	32.4	6.6	16.1	2.0	15.3	—	16.4
(1) Revenue to external customers	112,148	27,462	27,585	3,494	170,690	20,943	191,634	—	191,634
(2) Intersegment revenue	238	539	6,180	3,238	10,197	6,356	16,553	(16,553)	—
Total revenue	112,386	28,002	33,766	6,733	180,888	27,299	208,188	(16,553)	191,634
YoY %	10.6	6.2	29.3	6.6	12.8	2.3	11.3	—	13.3
Business profit	11,677	4,860	1,988	1,564	20,091	680	20,771	(574)	20,197
YoY %	103.8	17.2	40.8	(14.6)	53.1	4.7	50.8	—	48.2
Segment profit	10,106	5,772	2,228	1,502	19,609	1,018	20,627	(943)	19,684
YoY %	165.0	15.2	36.1	(18.9)	59.2	32.3	57.6	—	48.7

Full year ending February 29, 2024

(Millions of yen, %)

	Reportable segments					Other	Total	Adjustments	Consolidated
	Department Store Business	SC Business	Developer Business	Payment and Finance Business	Total				
Gross sales	733,400	289,297	75,900	13,550	1,112,147	57,700	1,169,847	(38,847)	1,131,000
YoY %	11.5	13.3	40.5	5.1	13.5	0.6	12.8	—	13.2
(1) Revenue to external customers	234,800	57,372	63,500	7,050	362,723	42,776	405,500	—	405,500
(2) Intersegment revenue	500	1,080	12,400	6,500	20,480	13,623	34,103	(34,103)	—
Total revenue	235,300	58,452	75,900	13,550	383,203	56,400	439,603	(34,103)	405,500
YoY %	9.1	8.7	37.4	5.1	13.5	0.9	11.7	—	12.7
Business profit	24,300	7,190	7,000	3,252	41,743	1,400	43,143	(643)	42,500
YoY %	89.3	22.8	182.6	(6.7)	69.3	51.4	68.7	—	71.0
Segment profit	22,300	8,098	7,100	3,157	40,655	1,700	42,355	(2,355)	40,000
YoY %	196.2	90.8	122.9	(9.4)	120.4	88.9	119.0	—	109.9

3. Performance by consolidated companies (results and full year forecast)

(Millions of yen, %)

Company name	Six months ended August 31, 2023				Full year ending February 29, 2024				Capital	Ownership percentage (%)	Business
	Revenue	Business profit	Operating profit	Profit	Revenue	Business profit	Operating profit	Profit			
1. J. Front Retailing Co., Ltd.	9,276	5,729	5,698	5,913	16,512	9,803	9,779	9,853	31,974		
2. Daimaru Matsuzakaya Department Stores Co. Ltd.	103,300	11,538	10,402	7,023	216,200	23,500	22,100	14,600	10,000	100.0	Department store
3. The Hakata Daimaru, Inc.	7,474	199	167	61	15,540	800	670	340	3,037	69.9	Department store
4. Kochi Daimaru Co., Ltd.	1,629	(60)	(60)	(66)	3,560	0	0	(15)	300	100.0	Department store
5. PARCO Co., Ltd.	27,958	4,848	5,776	3,403	58,372	7,182	8,096	4,260	34,367	100.0	Shopping center
6. PARCO (SINGAPORE) PTE LTD	61	12	13	15	112	8	19	22	SGD 4M	100.0	Shopping center
7. PARCO SPACE SYSTEMS Co., Ltd.	11,190	516	521	339	22,803	918	923	575	100	100.0	Space engineering & management
8. J. Front Design & Construction Co., Ltd.	18,062	955	957	617	33,562	1,679	1,680	1,096	100	100.0	Design & construction contracting
9. PARCO Digital Marketing Co., Ltd.	548	(4)	(4)	(2)	1,636	185	195	121	10	100.0	Internet-related business
10. J. Front City Development Co., Ltd.	4,299	521	899	536	18,998	4,287	4,457	2,915	110	100.0	Real estate
11. JFR Card Co., Ltd.	6,733	1,564	1,502	886	13,550	3,252	3,157	1,806	100	100.0	Payment and finance
12. Daimaru Kogyo, Ltd.	19,186	465	767	574	39,530	1,098	1,400	1,194	1,800	100.0	Wholesale
13. Daimaru Kogyo International Trading (Shanghai) Co., Ltd.	5,432	45	92	72	9,110	64	111	86	USD 2M	100.0	Wholesale
14. Daimaru Kogyo (Thailand) Co., Ltd.	202	(2)	(2)	(0)	556	2	2	5	THB 202M	99.9	Wholesale
15. Consumer Product End-Use Research Institute Co., Ltd.	530	35	34	21	1,090	87	74	44	100	100.0	Merchandise test Quality control
16. Angel Park Co., Ltd.	540	257	260	188	1,086	476	476	346	400	50.2	Parking
17. JFR Service Co. Ltd.	2,867	(80)	(80)	(34)	5,784	(167)	(167)	(80)	100	100.0	Commissioned back-office service Leasing Parking
18. JFR Information Center Co., Ltd.	3,831	232	233	154	8,023	462	464	292	10	100.0	Information service
19. Daimaru Matsuzakaya Tomonokai Co., Ltd.	68	(232)	(244)	43	135	(506)	(545)	46	100	100.0	Specified prepaid transaction service

#### 4. Consolidated capital expenditures (results and full year plan)

(Millions of yen)

Component	Six months ended August 31, 2023	Full year ending February 29, 2024	Remarks
Daimaru Matsuzakaya Department Stores	3,424	5,600	Sales floor renovation (Nagoya store, Sapporo store, Kyoto store, and others) and others
The Hakata Daimaru	238	600	Sales floor renovation and others
Kochi Daimaru	27	100	//
PARCO	878	3,500	Sales floor renovation (Hiroshima PARCO and others) , Fukuoka development project and others
J. Front City Development	1,721	5,900	Naka-ku, Yokohama Rental Apartment Project and others
Other	1,277	3,600	
Intercompany eliminations	(113)	(300)	
<b>Total consolidated</b>	<b>7,453</b>	<b>19,000</b>	
Right-of-use assets	864	3,000	
<b>Total investment</b>	<b>8,318</b>	<b>22,000</b>	

#### 5. Components of SGA (results and full year forecast)

(Millions of yen, %)

Component	Six months ended August 31, 2023			Full year ending February 29, 2024		
	Amount	YoY %	Ratio to sales	Amount	YoY %	Ratio to sales
Personnel expenses	24,306	4.5	12.7	49,700	5.1	12.3
Advertising expenses	5,304	4.7	2.8	10,600	1.1	2.6
Packing and transportation costs	1,132	(11.1)	0.6	2,300	(19.9)	0.6
Depreciation	12,528	(7.1)	6.5	25,100	(6.7)	6.2
Operational costs	5,284	15.2	2.8	10,995	14.8	2.7
Other	24,628	14.3	12.9	51,304	7.9	12.7
<b>Total</b>	<b>73,185</b>	<b>5.7</b>	<b>38.2</b>	<b>150,000</b>	<b>3.7</b>	<b>37.0</b>

Note: Depreciation is included in cost of sales as well as Selling, general and administrative expenses.

[Cost of sales] Q2 results for current six months: 10,704 million yen / Q2 results for previous six months: 11,034 million yen

/ Full year ending February 29, 2024: 21,016 million yen

#### 6. Components of other operating income and other operating expenses (results and full year forecast)

(Millions of yen)

Component	Six months ended August 31, 2023	Full year ending February 29, 2024	Remarks
Other operating income	1,817	3,200	
Other subsidies	96	96	Mainly PARCO 96
Foreign exchange gain	115	115	Mainly Daimaru Kogyo 73
Gain on sales of fixed assets	733	733	PARCO 265、Daimaru Kogyo 238, J. Front City Development 228
Other	872	2,255	
Other operating expenses	2,329	5,700	
Loss on disposal of fixed assets	882	1,600	Mainly Daimaru Matsuzakaya Department Stores 649
Impairment losses	993	993	Mainly Daimaru Matsuzakaya Department Stores 964
Other	453	3,106	

**7. Components of finance income, finance costs and share of profit (loss) of investments accounted for using equity method (results and full year forecast)**

(Millions of yen)

Component	Six months ended Aug 31, 2023		Full year ending Feb 29, 2024	
		YoY		YoY
Finance income	505	19	2,000	1,129
Interest and dividend income	505	19	2,000	1,129
Finance costs	2,358	(343)	4,700	(518)
Interest expenses on borrowings and bonds	2,219	(238)	4,400	(342)
Other	138	(106)	300	(175)
Share of profit (loss) of investments accounted for using equity method	973	(227)	1,200	(961)

**8. Main changes in consolidated statements of financial position**

(Millions of yen)

Item	End of current period (Aug 31, 2023)	End of previous period (Feb 28, 2023)	Change	Remarks
<b>Current assets</b>				
Cash and cash equivalents	47,824	39,874	7,950	Mainly J. Front Retailing
Notes and accounts receivable - trade	69,278	63,342	5,936	Mainly JFR Card, Daimaru Matsuzakaya Department Stores and PARCO
<b>Non-current assets</b>				
Buildings and structures	172,521	177,454	(4,933)	Mainly Daimaru Matsuzakaya Department Stores and PARCO
Right-of-use assets	109,950	119,501	(9,551)	"
Investment property	182,005	187,247	(5,242)	Mainly Daimaru Matsuzakaya Department Stores and J. Front City Development
<b>Current liabilities</b>				
Current portion of bonds payable	20,000	—	20,000	J. Front Retailing
Short-term borrowings	50,730	63,530	(12,800)	"
Notes and accounts payable - trade	91,814	82,474	9,340	Mainly Daimaru Matsuzakaya Department Stores and PARCO
<b>Non-current liabilities</b>				
Long-term borrowings	108,715	105,780	2,935	J. Front Retailing
Bonds payable	59,841	79,813	(19,972)	"
Long-term lease liabilities	124,302	136,414	(12,112)	Mainly Daimaru Matsuzakaya Department Stores and PARCO

**9. Number of employees of consolidated companies (results and year-end forecast)**

(People)

Component	Six months ended Aug 31, 2023				Full year ending Feb 29, 2024			
	Regular	Dedicated	Fixed-term	Total	Regular	Dedicated	Fixed-term	Total
J. Front Retailing	178	4	13	195	186	4	18	208
Department Store Business	2,946	1,115	276	4,337	2,926	1,095	283	4,304
[Of which: Daimaru Matsuzakaya Department Stores]	[2,678]	[1,065]	[209]	[3,952]	[2,665]	[1,045]	[206]	[3,916]
SC Business	506	1	110	617	496	1	114	611
Developer Business	868	1	384	1,253	895	—	392	1,287
Payment and Finance Business	234	19	6	259	246	18	6	270
Other	540	63	142	745	556	65	139	760
<b>Total</b>	<b>5,272</b>	<b>1,203</b>	<b>931</b>	<b>7,406</b>	<b>5,305</b>	<b>1,183</b>	<b>952</b>	<b>7,440</b>

II. Daimaru Matsuzakaya Department Stores Non-consolidated Statements 【IFRS】

1-1. Business performance (results)

(Millions of yen, %)

Item	Six months ended August 31, 2023	Six months ended August 31, 2022	YoY		Forecast released in April 2023 (Six months ended August 31, 2023)	Vs. forecast	
			Amount	%		Amount	
1. Gross sales	319,996	279,469	40,527	14.5	317,700	2,296	
[Of which: real estate lease revenue]	[11,847]	[10,501]	[1,346]	[12.8]	[10,800]	[1,047]	
2. Revenue	103,300	93,460	9,840	10.5	107,000	(3,700)	
3. Gross profit	66,856	58,829	8,027	13.6	66,700	156	
4. Gross margin ratio	64.72%	62.95%	Difference	1.77%	62.34%	Difference	2.38%
5. SGA	55,318	52,669	2,649	5.0	55,800	(482)	
6. Business profit	11,538	6,159	5,379	87.3	10,900	638	
7. Operating profit	10,402	4,574	5,828	127.4	10,300	102	
8. Profit before tax	9,981	4,007	5,974	149.1	9,850	131	
9. Profit	7,023	3,490	3,533	101.2	6,800	223	
10. Total assets	439,146	434,474	4,672		437,000	2,146	
11. Equity	144,663	139,299	5,364		143,100	1,563	
12. Equity ratio	32.9%	32.1%	Difference	0.8%	32.7%	Difference	0.2%
13. Total interest-bearing liabilities	94,685	103,559	(8,874)		96,600	(1,915)	
[Of which: lease liabilities]	[69,685]	[77,685]	[(8,000)]		[71,600]	[(1,915)]	
14. Financial balance	(421)	(567)	146		(450)	29	
15. Cash flows from operating activities	24,456	18,956	5,500		23,500	956	
16. Cash flows from investing activities	(10,289)	(3,148)	(7,141)		(10,000)	(289)	
17. Cash flows from financing activities	(13,841)	(15,950)	2,109		(13,500)	(341)	
18. Return on equity (ROE)	4.9%	2.5%	Difference	2.4%			
19. Return on assets (ROA)	2.4%	1.0%	Difference	1.4%			
20. Return on invested capital (ROIC)	4.8%	2.4%	Difference	2.4%			

Notes: 1. Gross sales are calculated by converting sales from purchases recorded at the time of sale (*shoka shiire*), which are recognized as revenue under IFRS, into a gross amount.

2. Business profit is calculated by subtracting cost of sales and SGA from revenue.

3. Profit, operating profit and business profit after tax are used to calculate ROE, ROA and ROIC, respectively.

4. Results for the previous year in Items 10 to 13 are those at the end of the previous business year (February 28, 2023).



1-2. Business performance (full year forecast)

(Millions of yen, %)

Item	Full year ending February 29, 2024	Full year ended February 28, 2023	YoY		Forecast released in April 2023 (Full year ending February 29, 2024)	Vs. forecast Amount
			Amount	%		
1. Gross sales	671,400	602,490	68,910	11.4	658,500	12,900
[Of which: real estate lease revenue]	[24,200]	[21,658]	[2,542]	[11.7]	[22,100]	[2,100]
2. Revenue	216,200	198,370	17,830	9.0	221,600	(5,400)
3. Gross profit	138,200	123,361	14,839	12.0	137,300	900
4. Gross margin ratio	63.92%	62.19%	Difference 1.73%		61.96%	Difference 1.96%
5. SGA	114,700	110,421	4,279	3.9	115,300	(600)
6. Business profit	23,500	12,940	10,560	81.6	22,000	1,500
7. Operating profit	22,100	8,076	14,024	173.6	21,000	1,100
8. Profit before tax	21,000	6,640	14,360	216.2	19,800	1,200
9. Profit	14,600	6,114	8,486	138.8	13,700	900
10. Total assets	417,000	434,474	(17,474)		427,000	(10,000)
11. Equity	149,500	139,299	10,201		147,000	2,500
12. Equity ratio	35.9%	32.1%	Difference 3.8%		34.4%	Difference 1.5%
13. Total interest-bearing liabilities	116,000	103,559	12,441		80,300	35,700
[Of which: lease liabilities]	[66,000]	[77,685]	[(11,685)]		[65,300]	[700]
14. Financial balance	(1,100)	(1,435)	335		(1,200)	100
15. Cash flows from operating activities	51,400	51,002	398		51,200	200
16. Cash flows from investing activities	(3,700)	(7,195)	3,495		(14,100)	10,400
17. Cash flows from financing activities	(47,700)	(43,791)	(3,909)		(37,100)	(10,600)
18. Return on equity (ROE)	10.1%	4.4%	Difference 5.7%		9.6%	Difference 0.5%
19. Return on assets (ROA)	5.2%	1.8%	Difference 3.4%		4.9%	Difference 0.3%
20. Return on invested capital (ROIC)	8.9%	5.2%	Difference 3.7%		9.3%	Difference (0.4)%

Notes: 1. Gross sales are calculated by converting sales from purchases recorded at the time of sale (shoka shire), which are recognized as revenue under IFRS, into a gross amount.

2. Business profit is calculated by subtracting cost of sales and SGA from revenue.

3. Profit, operating profit and business profit after tax are used to calculate ROE, ROA and ROIC, respectively.

## 2. Summary of gross sales

### (1) Sales by store

(Millions of yen, %)

Store	Period	Six months ended August 31, 2023		Full year ending February 29, 2024	
		Amount	YoY %	Amount	YoY %
Daimaru	Osaka Shinsaibashi	43,413	34.9	93,520	32.1
	Osaka Umeda	26,522	21.2	54,810	13.5
	Tokyo	37,614	32.3	77,040	19.9
	Kyoto	32,439	15.3	67,490	9.7
	Kobe	43,419	9.3	90,180	7.4
	Suma	3,118	1.1	6,420	1.7
	Ashiya	2,079	2.0	4,260	1.3
	Sapporo	33,085	16.7	70,900	14.2
	Shimonoseki	3,807	(4.7)	8,150	(2.5)
Matsuzakaya	Nagoya	59,547	9.6	123,970	5.3
	Ueno	12,069	7.0	26,010	8.4
	Shizuoka	8,486	3.2	18,360	4.8
	Takatsuki	2,639	(1.7)	5,330	(3.2)
Total all stores		308,242	16.6	646,440	12.5
Corporations, head office, etc.		11,754	(22.3)	24,960	(10.8)
Total		319,996	14.5	671,400	11.4
[Of which: net sales of goods]		308,149	14.6	647,200	11.4
[Of which: real estate lease revenue]		11,847	12.8	24,200	11.7

### (2) YoY percentage changes in monthly sales

(%)

Month	2023						Six months ended August 31, 2023
	March	April	May	June	July	August	
Total	17.1	16.1	11.6	13.4	11.7	17.8	14.5

### (3) Sales classification

#### (i) Share of cash/credit sales

(Millions of yen, %)

Category	Amount	YoY %	Share
Cash sales	233,256	17.6	72.9
Credit sales	86,740	7.0	27.1
Total	319,996	14.5	100.0

#### (ii) Share of sales to corporate/individual customers (credit sales)

(%)

Category	Six months ended Aug 31, 2023	Six months ended Aug 31, 2022	Sales YoY
Corporate	4.6	6.8	(27.2)
Individual	95.4	93.2	9.5
Total	100.0	100.0	7.0

#### (iii) Number of the Company-issued cards, number of active cardholders and sales

(Thousand cards, thousand people, millions of yen, %)

Category	Number of cards issued	Number of active cardholders	Sales		% of total sales to individual customers
				YoY %	
Otokuisama Gold Card	305	201	83,828	9.1	27.6
Daimaru Matsuzakaya Card <Gold>	92	55	8,016	(4.0)	2.6
Daimaru Matsuzakaya Card	960	551	40,217	(2.9)	13.2
Total	1,358	808	132,061	4.3	43.4
Point card for cash purchases	2,735	908	43,733	11.5	14.4
Other	400	171	8,515	(2.8)	2.8
Total	4,495	1,709	179,740	5.6	59.1

Notes: 1. "Point card for cash purchases" includes sales from Daimaru Matsuzakaya app users (excluding when the company-issued credit cards are used, etc.) as well as Daimaru Matsuzakaya Point Card, Daimaru D Card, Matsuzakaya M Card, etc. "Other" includes the cards of membership organizations such as Tomonokai and Bridal Circle.

2. The total number of active cardholders and total sales differ from the total of these cards because some users hold more than one card.

3. "Daimaru Matsuzakaya Card <Gold>" includes Daimaru Card Gold and Matsuzakaya Card Gold.

"Daimaru Matsuzakaya Card" includes Daimaru Card and Matsuzakaya Card.

#### (iv) Number of the company app users and purchase amount

(Thousand people, millions of yen, %)

Category	Number of effective users	Number of active users	Annual purchase amount
Daimaru Matsuzakaya app	1,993	1,117	252,975

Notes: 1. The number of active users is the number of the effective users as of August 31, 2023 who made purchases during the one-year period prior to that date.

2. Purchase amount is the total amount of purchases paid by effective app users with the company-issued credit cards, point cards for cash purchases, or by having the barcode on the app's screen scanned.

### (4) Sales and gross margin ratio by merchandise category

(Millions of yen, %)

Merchandise category	Sales	YoY %	Share	Share PY	Gross margin ratio	YoY RD
Clothing	141,397	15.3	45.9	45.6	21.40	(0.38)
Accessories	16,281	14.5	5.3	5.3	27.22	0.26
General goods	60,976	22.0	19.8	18.6	22.97	(0.41)
Household goods	8,954	4.8	2.9	3.2	23.68	(0.20)
Foods	62,441	8.9	20.2	21.3	15.51	(0.25)
Other	18,096	11.1	5.9	6.0	16.32	(2.02)
Total	308,149	14.6	100.0	100.0	20.59	(0.34)

## (5) Number of business days and total number of customers by store

	Number of business days			Total number of customers	
	Six months ended August 31, 2023	Six months ended August 31, 2022	Change	Six months ended August 31, 2023	YoY
	Days	Days	Days	Thousand people	%
Daimaru Osaka Shinsaibashi	183	184	(1)	8,843	63.1
Osaka Umeda	183	184	(1)	15,633	35.9
Tokyo	184	184	0	16,422	37.2
Kyoto	183	184	(1)	5,942	9.1
Kobe	183	184	(1)	4,769	11.3
Suma	183	184	(1)	2,841	(1.3)
Ashiya	181	182	(1)	2,441	(0.1)
Sapporo	184	184	0	10,361	21.2
Shimonoseki	184	184	0	1,420	(3.3)
Matsuzakaya Nagoya	183	184	(1)	7,711	11.7
Ueno	184	184	0	4,479	24.8
Shizuoka	184	184	0	2,638	2.6
Takatsuki	183	184	(1)	3,347	4.4
Total			(8)	86,851	23.7

## (6) Duty-free sales

(Millions of yen, %)

	Six months ended August 31, 2023	YoY %	Sales share
Daimaru Osaka Shinsaibashi	12,562	280.1	28.9
Osaka Umeda	1,720	—	6.5
Tokyo	2,488	—	6.6
Kyoto	2,818	896.5	8.7
Kobe	1,559	86.8	3.6
Sapporo	2,357	—	7.1
Shimonoseki	6	—	0.2
Matsuzakaya Nagoya	1,095	147.0	1.8
Ueno	316	—	2.6
Shizuoka	47	—	0.6
Total	24,973	367.5	7.8

Note: Sales share is the duty-free sales percentage of total sales of each store.

## (7) Average spend per customer / conversion rate

	Six months ended August 31, 2023	Six months ended August 31, 2022	YoY (%)
Average spend per customer (Yen)	5,995	5,279	13.6
Conversion rate (%)	42.4	49.7	(7.3)

Note:

$$\text{Average spend per customer} = \frac{\text{Cash sales}}{\text{Number of receipts issued}}$$

$$\text{Conversion rate} = \frac{\text{Number of receipts issued}}{\text{Number of customers}}$$

### 3. Components of SGA (results and full year forecast)

(Millions of yen, %)

Component	Six months ended August 31, 2023			Full year ending February 29, 2024		
	Amount	YoY %	Ratio to sales	Amount	YoY %	Ratio to sales
Personnel expenses	14,548	2.9	14.1	29,500	2.8	13.6
Advertising expenses	4,680	9.3	4.5	9,300	3.3	4.3
Packing and transportation costs	966	(10.6)	0.9	2,300	(6.8)	1.1
Depreciation	10,405	(4.3)	10.1	20,900	(3.6)	9.7
Operational costs	5,542	(2.5)	5.4	11,600	3.5	5.4
Other	19,173	15.4	18.6	41,100	10.0	19.0
Total	55,318	5.0	53.6	114,700	3.9	53.1

Note: Depreciation is included in cost of sales as well as selling, general and administrative expenses.

[Cost of sales] Q2 results for current fiscal year: 2,752 million yen / Q2 results for previous fiscal year: 2,651 million yen  
/ Full year ending February 29, 2024: 5,650 million yen

### 4. Components of other operating income and other operating expenses (results and full year forecast)

(Millions of yen)

Component	Six months ended Aug 31, 2023	Full year ending Feb 29, 2024	Remarks
Other operating income	575	700	
Other	575	700	
Other operating expenses	1,711	2,100	
Loss on disposal of fixed assets	649	940	
Impairment losses	964	964	Daimaru Shimonoseki
Other	97	195	

### 5. Components of finance income and finance costs (results and full year forecast)

(Millions of yen)

Component	Six months ended Aug 31, 2023		Full year ending Feb 29, 2024	
	Amount	YoY	Amount	YoY
Finance income	594	(50)	800	(103)
Interest and dividend income	594	(50)	800	(103)
Finance costs	1,016	(196)	1,900	(438)
Interest expenses	1,016	(196)	1,900	(438)

### III. PARCO Non-consolidated Statements 【IFRS】

\* Due to the reorganization on March 1, 2023, the previous year's results for profit and loss items have been retroactively adjusted as if the real estate transferred from PARCO Co., Ltd. to J. Front City Development Co., Ltd. had been transferred from March 1, 2022.

#### 1. Business performance (results)

(Millions of yen, %)

Item	Six months ended August 31, 2023	Six months ended August 31, 2022	YoY		Forecast released in April 2023 (Six months ended August 31, 2023)	Vs. forecast	
			Amount	%		Amount	
1. Gross sales	140,915	120,153	20,762	17.3	139,538	1,377	
2. Operating revenue	27,958	26,338	1,620	6.1	29,566	(1,608)	
[Of which: real estate lease revenue]	[15,083]	[14,127]	[956]	[6.8]	[16,372]	[(1,289)]	
3. Operating costs	18,674	18,275	399	2.2	19,687	(1,013)	
4. Operating gross profit	9,283	8,062	1,221	15.1	9,878	(595)	
5. Operating gross margin ratio	33.21%	30.61%	Difference 2.60%		33.41%	Difference (0.20)%	
6. SGA	4,435	3,920	515	13.1	5,175	(740)	
7. Business profit	4,848	4,142	706	17.1	4,703	145	
8. Operating profit	5,776	5,004	772	15.4	4,664	1,112	
9. Profit before tax	4,928	4,084	844	20.6	3,743	1,185	
10. Profit	3,403	2,867	536	18.7	2,598	805	
11. Total assets	305,315	410,712	(105,397)		314,240	(8,925)	
12. Equity	73,787	141,192	(67,405)		76,550	(2,763)	
13. Equity ratio	24.2%	34.4%	Difference (10.2)%		24.4%	Difference (0.2)%	
14. Total interest-bearing liabilities	173,926	191,843	(17,917)		180,894	(6,968)	
[Of which: lease liabilities]	[68,547]	[82,616]	[(14,069)]		[68,920]	[(373)]	
15. Financial balance	(848)	(919)	71		(920)	72	
16. Cash flows from operating activities	6,385	11,137	(4,752)		4,921	1,464	
17. Cash flows from investing activities	429	(2,276)	2,705		(893)	1,322	
18. Cash flows from financing activities	(6,640)	(8,685)	2,045		(3,897)	(2,743)	
19. Return on equity (ROE)	3.2%	2.0%	Difference 1.2%				
20. Return on assets (ROA)	1.6%	1.2%	Difference 0.4%				
21. Return on investment (ROIC)	1.6%	1.1%	Difference 0.5%				

Notes: 1. Gross sales are the total value of the tenant transaction volume of PARCO stores and sales from the entertainment business.  
2. Business profit is calculated by subtracting operating costs and SGA from operating revenue.  
3. Profit, operating profit and business profit after tax are used to calculate ROE, ROA and ROIC, respectively.  
4. Results for the previous year in Items 11 to 14 are those at the end of the previous business year ended February 28, 2023.

1—2. Business performance (full year forecast)

(Millions of yen, %)

Item	Full year ending February 29, 2024	Full year ended February 28, 2023	YoY		Forecast released in April 2023 (Full year ending February 29, 2024)	Vs. forecast	
			Amount	%		Amount	
1. Gross sales	289,297	255,272	34,025	13.3	287,921	1,376	
2. Operating revenue	58,372	53,716	4,656	8.7	61,137	(2,765)	
[Of which: real estate lease revenue]	[31,631]	[29,049]	[2,582]	[8.9]	[33,819]	[(2,188)]	
3. Operating costs	41,404	39,748	1,656	4.2	43,084	(1,680)	
4. Operating gross profit	16,967	13,968	2,999	21.5	18,052	(1,085)	
5. Operating gross margin ratio	29.07%	26.00%	Difference 3.07%		29.53%	Difference (0.46)%	
6. SGA	9,785	8,113	1,672	20.6	11,015	(1,230)	
7. Business profit	7,182	5,854	1,328	22.7	7,037	145	
8. Operating profit	8,096	4,227	3,869	91.5	6,652	1,444	
9. Profit before tax	6,163	2,274	3,889	171.0	4,690	1,473	
10. Profit	4,260	2,413	1,847	76.5	3,254	1,006	
11. Total assets	301,203	410,712	(109,509)		309,650	(8,447)	
12. Equity	72,243	141,192	(68,949)		75,770	(3,527)	
13. Equity ratio	24.0%	34.4%	Difference (10.4)%		24.5%	Difference (0.5)%	
14. Total interest-bearing liabilities	168,807	191,843	(23,036)		176,181	(7,374)	
[Of which: lease liabilities]	[65,506]	[82,616]	[(17,110)]		[66,377]	[(871)]	
15. Financial balance	(1,933)	(1,953)	20		(1,961)	28	
16. Cash flows from operating activities	14,538	20,524	(5,986)		13,490	1,048	
17. Cash flows from investing activities	(1,452)	(4,760)	3,308		(3,301)	1,849	
18. Cash flows from financing activities	(12,935)	(15,711)	2,776		(10,057)	(2,878)	
19. Return on equity (ROE)	4.0%	1.7%	Difference 2.3%		3.0%	Difference 1.0%	
20. Return on assets (ROA)	2.3%	1.0%	Difference 1.3%		1.8%	Difference 0.5%	
21. Return on investment (ROIC)	2.3%	1.6%	Difference 0.7%		2.2%	Difference 0.1%	

Notes: 1. Gross sales are the total value of the tenant transaction volume of PARCO stores and sales from the entertainment business.  
2. Business profit is calculated by subtracting operating costs and SGA from operating revenue.  
3. Profit, operating profit and business profit after tax are used to calculate ROE, ROA and ROIC, respectively.

## 2. Summary of gross sales (PARCO stores)

### (1) Tenant transaction volume by store

(Millions of yen, %)

Store	Six months ended August 31, 2023		Store	Six months ended August 31, 2023	
	Amount	YoY %		Amount	YoY %
Sapporo PARCO	6,173	43.0	Shintokorozawa PARCO	3,556	(8.2)
Sendai PARCO	9,684	16.9	Hibarigaoka PARCO	3,647	9.0
Urawa PARCO	14,082	10.8	Matsumoto PARCO	2,032	4.3
Ikebukuro PARCO	12,326	24.6	Total all stores	137,789	18.2
PARCO_ya Ueno	4,242	30.4	Total comparable stores	137,789	22.9
Kichijoji PARCO	4,210	26.6	Notes: 1. Tenant transaction volume is the total value of tenant transaction volume at PARCO stores. 2. Tsudanuma PARCO store closed on February 28, 2023.		
Shibuya PARCO	15,929	63.8			
Kinshicho PARCO	5,097	23.1			
Chofu PARCO	9,240	9.5			
Shizuoka PARCO	3,675	(3.8)			
Nagoya PARCO	14,143	11.2			
Shinsaibashi PARCO	11,914	56.9			
Hiroshima PARCO	6,204	8.6			
Fukuoka PARCO	11,625	29.5			

### (2) YoY percentage changes in monthly tenant transaction volume

(%)

Month	2023						Six months ended August 31, 2023
	March	April	May	June	July	August	
Total all stores	18.8	14.9	13.3	14.2	21.3	26.6	18.2
Total comparable stores	23.8	19.6	17.8	18.9	26.1	31.4	22.9

### (3) Tenant transaction volume by merchandise category (comparable stores)

(Millions of yen, %)

Merchandise category	Amount	YoY %	Share
Womenswear	12,164	3.8	8.8
Menswear	2,875	(0.1)	2.1
General clothing	21,696	24.9	15.7
Other clothing	3,253	25.7	2.4
Total clothing	39,990	15.7	29.0
Shoes	4,467	35.4	3.2
Bags	3,161	40.3	2.3
Jewelry	3,136	29.7	2.3
Cosmetics	5,553	13.2	4.0
Other accessories	7,567	19.7	5.5
Total accessories	23,886	24.4	17.3
General clothing	31,649	29.7	23.0
Foods	10,342	9.1	7.5
Restaurants	15,743	32.0	11.4
Other	16,177	29.2	11.7
Total	137,789	22.9	100.0



## (4) Change in number of paying customers and average spend per customer (comparable stores)

Category	YoY %
Number of paying customers	14.1
Average spend per customer	7.7

## (5) Cashless payment (comparable stores)

Category	(Millions of yen, %)		
	Transaction volume	YoY %	Share
Cashless transaction volume	74,294	26.1	53.9
Transaction volume on which PARCO points are given	13,929	(6.2)	10.1

Note: Cashless transaction volume includes credit card, electronic money, and code payments (including POKEPARU PAYMENT).

## (6) Renovation

Number of sections	132
Renovated area (m <sup>2</sup> )	14,000
YoY change in zone transaction volume (%)	181.0

## (7) Share of inbound tenant transaction volume of main stores

	(%)			
	Transaction volume	YoY change in transaction volume	Share of transaction volume	YoY change in share of transaction volume
Sapporo PARCO	476	—	7.7	6.9
Ikebukuro PARCO	676	256.6	5.5	3.6
Shibuya PARCO	4,738	874.2	29.7	23.5
Shinsaibashi PARCO	2,774	—	23.3	20.2
Fukuoka PARCO	743	—	6.4	5.8
Total all stores	10,396	745.8	7.5	6.3

Note: Inbound transaction volume is calculated based on the sum of purchases made with overseas-issued credit cards and Chinese mobile payment methods.

## 3. Components of operating costs (results and full year forecast)

(Millions of yen, %)

Component	Six months ended August 31, 2023			Full year ending February 29, 2024		
	Amount	YoY %	Ratio to sales	Amount	YoY %	Ratio to sales
Personnel expenses	862	3.2	3.1	1,749	5.4	3.0
Rent expenses on land and buildings	677	8.7	2.4	1,450	13.6	2.5
Advertising expenses	1,217	(0.3)	4.4	3,075	11.2	5.3
Outsourcing expenses	2,384	(0.9)	8.5	4,788	(1.1)	8.2
Depreciation	6,038	(5.2)	21.6	12,064	(5.0)	20.7
Utilities expenses	2,826	22.0	10.1	5,745	13.4	9.8
Repair expenses	852	(6.9)	3.0	1,903	(3.3)	3.3
Other	3,815	6.4	13.6	10,628	12.3	18.2
Total	18,674	2.2	66.8	41,404	4.2	70.9

#### 4. Components of SGA (results and full year forecast)

(Millions of yen, %)

Component	Six months ended August 31, 2023			Full year ending February 29, 2024		
	Amount	YoY %	Ratio to sales	Amount	YoY %	Ratio to sales
Personnel expenses	1,855	18.6	6.6	3,787	13.5	6.5
Advertising expenses	91	(29.7)	0.3	229	12.2	0.4
Outsourcing expenses	821	38.7	2.9	1,998	44.7	3.4
Depreciation	499	(1.3)	1.8	1,002	0.0	1.7
Taxes and dues	199	(4.0)	0.7	488	21.0	0.8
Other	967	5.2	3.5	2,278	27.8	3.9
Total	4,435	13.1	15.9	9,785	20.6	16.8

#### 5. Components of other operating income and other operating expenses (results and full year forecast)

(Millions of yen)

Component	Six months ended August 31, 2023	Full year ending February 29, 2024	Remarks
Other operating income	1,230	1,603	
Gain on sale of fixed assets	643	643	Partial sale of Beneficial interests in real estate trust of Fukuoka PARCO store, sale of Tsudanuma PARCO store, etc.
Other Subsidies	96	258	
Other	490	701	
Other operating expenses	302	689	
Loss on disposal of fixed assets	222	583	Partial removal and disposal of assets due to in-store renovation and facility replacement at stores Matsumoto PARCO store
Impairment losses	29	29	
Other	50	75	

#### 6. Components of finance income and finance costs (results and full year forecast)

(Millions of yen)

Component	Six months ended August 31, 2023		Full year ending February 29, 2024	
	Amount	YoY	Amount	YoY
Finance income	320	95	378	90
Interest and dividend income	320	95	378	90
Finance costs	1,169	24	2,312	71
Interest expenses	1,169	24	2,312	71

## IV. J. Front City Development Non-consolidated Statements 【IFRS】

\* Due to the reorganization on March 1, 2023, the previous year's results for profit and loss items have been retroactively adjusted as if the real estate transferred from PARCO Co., Ltd. to J. Front City Development Co., Ltd. had been transferred from March 1, 2022.

### 1. Business performance (results)

Item	Six months ended August 31, 2023	Six months ended August 31, 2022	YoY		Forecast released in April 2023 (Six months ended August 31, 2023)	Vs. forecast	
			Amount	%		Amount	
1. Gross sales	4,299	3,207	1,092	34.0	4,198	101	
2. Operating revenue	4,299	3,804	495	13.0	4,198	101	
[Of which: real estate lease revenue]	[3,640]	[3,413]	[227]	[6.6]	[—]	[—]	
3. Operating costs	2,474	2,110	364	17.3	2,441	33	
4. Operating gross profit	1,825	1,694	131	7.7	1,756	69	
5. Operating gross margin ratio	42.45%	44.55%	Difference (2.10)%		41.85%	Difference 0.60%	
6. SGA	1,303	1,035	268	25.9	1,486	(183)	
7. Business profit	521	659	(138)	(20.9)	270	251	
8. Operating profit	899	893	6	0.7	669	230	
9. Profit before tax	775	748	27	3.6	535	240	
10. Profit	536	519	17	3.4	371	165	
11. Total assets	104,898				103,320	1,578	
12. Equity	70,231				65,173	5,058	
13. Equity ratio	67.0%				63.1%	Difference 3.9%	
14. Total interest-bearing liabilities	16,812				16,666	146	
[Of which: lease liabilities]	[16,812]				[16,666]	[146]	
15. Financial balance	(123)				(133)	10	
16. Cash flows from operating activities	1,587				(362)	1,949	
17. Cash flows from investing activities	982				2,747	(1,765)	
18. Cash flows from financing activities	(2,657)				(2,419)	(238)	

Notes: 1. Gross sales are the total value of real estate lease revenue, proceeds from sale of property, etc.

2. Business profit is calculated by subtracting cost of sales and SGA from operating revenue.

## 1—2. Business performance (full year forecast)

(Millions of yen, %)

Item	Full year ending February 29, 2024	Full year ended February 28, 2023	YoY		Forecast released in April 2023 (Full year ending February 29, 2024)	Vs. forecast	
			Amount	%		Amount	
1. Gross sales	18,998	6,430	12,568	195.4	18,791	207	
2. Operating revenue	18,998	7,644	11,354	148.5	18,791	207	
[Of which: real estate lease revenue]	[6,584]	[—]	[—]	[—]	[—]	[—]	[—]
3. Operating costs	12,199	4,887	7,312	149.6	12,150	49	
4. Operating gross profit	6,799	2,756	4,043	146.6	6,640	159	
5. Operating gross margin ratio	35.79%	36.07%	Difference (0.28)%		35.34%	Difference 0.45%	
6. SGA	2,511	2,218	293	13.2	2,688	(177)	
7. Business profit	4,287	538	3,749	696.1	3,952	335	
8. Operating profit	4,457	1,237	3,220	260.1	4,167	290	
9. Profit before tax	4,203	952	3,251	341.4	3,903	300	
10. Profit	2,915	660	2,255	341.2	2,708	207	
11. Total assets	107,047				105,771	1,276	
12. Equity	72,610				67,510	5,100	
13. Equity ratio	67.8%				63.8%	Difference 4.0%	
14. Total interest-bearing liabilities	15,725				15,616	109	
[Of which: lease liabilities]	[15,725]				[15,616]	[109]	
15. Financial balance	(254)				(263)	9	
16. Cash flows from operating activities	12,106				9,956	2,150	
17. Cash flows from investing activities	(8,486)				(6,521)	(1,965)	
18. Cash flows from financing activities	(3,707)				(3,468)	(239)	
19. Return on equity (ROE)	4.0%				4.0%	Difference 0.0%	
20. Return on assets (ROA)	4.2%				3.9%	Difference 0.3%	
21. Return on investment (ROIC)	4.1%				4.1%	Difference 0.0%	

Notes: 1. Gross sales are the total value of real estate lease revenue, proceeds from sale of property, etc.

2. Business profit is calculated by subtracting operating costs and SGA from operating revenue.

3. Profit, operating profit and business profit after tax are used to calculate ROE, ROA and ROIC, respectively. The Calculation of the indicators is based on the figures as of February 29, 2024.

## 2. Components of operating costs (results and full year forecast)

(Millions of yen, %)

Component	Six months ended August 31, 2023			Full year ending February 29, 2024		
	Amount	YoY %	Ratio to sales	Amount	YoY %	Ratio to sales
Outsourcing expenses	93	(1.9)	2.2	184	(15.8)	1.0
Depreciation	1,587	(1.8)	36.9	3,302	2.3	17.4
Utilities expenses	443	31.6	10.3	861	15.9	4.5
Repair expenses	23	(21.9)	0.5	44	(34.4)	0.2
Other	327	913.7	7.6	7,806	—	41.1
Total	2,474	17.3	57.6	12,199	149.6	64.2

## 3. Components of SGA (results and full year forecast)

(Millions of yen, %)

Component	Six months ended August 31, 2023			Full year ending February 29, 2024		
	Amount	YoY %	Ratio to sales	Amount	YoY %	Ratio to sales
Personnel expenses	364	(1.5)	8.5	923	13.5	4.9
Advertising expenses	15	129.8	0.4	21	34.1	0.1
Outsourcing expenses	300	40.6	7.0	851	79.3	4.5
Depreciation	40	(33.1)	0.9	84	(30.7)	0.4
Taxes and dues	383	638.5	8.9	175	78.5	0.9
Other	199	(40.1)	4.6	456	(34.3)	2.4
Total	1,303	25.9	30.3	2,511	13.2	13.2

## 4. Components of other operating income and other operating expenses (results and full year forecast)

(Millions of yen)

Component	Six months ended August 31, 2023	Full year ending February 29, 2024	Remarks
Other operating income	378	383	
Gain on sale of fixed assets	373	373	Gain on sale of Shinsaibashi PLAZA
Other	4	9	
Other operating expenses	0	214	
Loss on disposal of fixed assets	—	11	
Other	0	202	

## 5. Components of finance income and finance costs (results and full year forecast)

(Millions of yen)

Component	Six months ended August 31, 2023		Full year ending February 29, 2024	
	Amount	YoY	Amount	YoY
Finance income	9	(0)	19	(1)
Interest and dividend income	9	(0)	19	(1)
Finance costs	133	(22)	273	(32)
Interest expenses	133	(22)	273	(32)

## V. JFR Card Non-consolidated Statements [IFRS]

### 1-1. Business performance (comparison with previous year and forecast released in April 2023)

(Millions of yen, %)

Item	Six months ended August 31, 2023	Six months ended August 31, 2022	YoY		Forecast released in April 2023 (Six months ended August 31, 2023)	Vs. forecast Amount
			Amount	%		
1. Gross sales	6,733	6,314	419	6.6	7,049	(316)
2. Operating revenue	6,733	6,314	419	6.6	7,049	(316)
3. SGA	5,168	4,482	686	15.3	5,174	(6)
4. Business profit	1,564	1,831	(267)	(14.6)	1,875	(311)
5. Operating profit	1,502	1,853	(351)	(18.9)	1,865	(363)
6. Profit before tax	1,441	1,791	(350)	(19.5)	1,792	(351)
7. Profit	886	1,232	(346)	(28.0)	1,241	(355)

Note: Business profit is calculated by subtracting SGA from operating revenue.

### 1-2. Business performance (full year forecast)

(Millions of yen, %)

Item	Full year ending February 29, 2024	Full year ended February 28, 2023	YoY		Forecast released in April 2023 (Full year ending February 29, 2024)	Vs. forecast Amount
			Amount	%		
1. Gross sales	13,550	12,889	661	5.1	14,318	(768)
2. Operating revenue	13,550	12,889	661	5.1	14,318	(768)
3. SGA	10,297	9,403	894	9.5	10,771	(474)
4. Business profit	3,252	3,486	(234)	(6.7)	3,547	(295)
5. Operating profit	3,157	3,485	(328)	(9.4)	3,520	(363)
6. Profit before tax	3,024	3,352	(328)	(9.8)	3,371	(347)
7. Profit	1,806	2,422	(616)	(25.4)	2,203	(397)

Note: Business profit is calculated by subtracting SGA from operating revenue.

## 2. Summary of results for current period

### (1) Components of operating revenue

(Millions of yen, %)

Item	Results for current period	Results for previous period	YoY %
Merchant fee	2,617	2,164	21.0
Installment fee	1,408	1,334	5.6
Annual fee income, Other	2,706	2,816	(3.9)
Total	6,733	6,314	6.6

Note: "Merchant fee" includes the points granted for credit card payment, which are accounted for under IFRS (negative operating revenue).

### (2) Transaction inside/outside the Group

(Millions of yen, %)

Category	Amount	YoY %	Share
Inside the Group	109,690	5.5	47.7
Outside the Group	120,137	7.0	52.3
Total	229,828	6.3	100.0

### (3) Number of cards issued, credit transaction volume

(Thousand cards, millions of yen, %)

	Number of cards issued	Credit transaction volume	YoY %
Total	1,108	229,828	6.3

### (4) Finance receivables

(Millions of yen, %)

	Results for current period	Results for previous period	YoY %
Total	23,616	22,239	6.2