

CONSOLIDATED BALANCE SHEETS

As of Feb 28,2013 and Feb 28,2014	Millions of yen		Thousands of U.S.dollars
	2013	2014	2014
(Assets)			
Current assets			
Cash and deposits	¥ 6,862	¥ 6,800	\$ 66,706
Notes and accounts receivable - trade	22,134	25,482	249,971
Merchandise and finished goods	21,384	24,125	236,659
Work in process	16	84	824
Raw materials and supplies	286	319	3,129
Deferred tax assets	2,579	2,631	25,809
Other	11,771	12,086	118,560
Allowance for doubtful accounts	(661)	(635)	(6,229)
Total current assets	64,372	70,895	695,458
Non-current assets			
Property, plant and equipment			
Buildings and structures	289,390	296,867	2,912,174
Accumulated depreciation	(157,528)	(163,392)	(1,602,825)
Buildings and structures, net	131,862	133,474	1,309,339
Machinery, equipment and vehicles	5,733	6,055	59,398
Accumulated depreciation	(4,473)	(4,646)	(45,576)
Machinery, equipment and vehicles, net	1,260	1,409	13,822
Land	131,876	141,011	1,383,274
Leased assets	904	876	8,593
Accumulated depreciation	(308)	(363)	(3,561)
Leased assets, net	596	513	5,032
Construction in progress	3,876	1,477	14,489
Other	29,775	31,164	305,709
Accumulated depreciation	(24,559)	(25,017)	(245,409)
Other, net	5,215	6,147	60,300
Total property, plant and equipment	274,687	284,033	2,786,276
Intangible assets			
Goodwill	545	431	4,228
Other	6,466	6,987	68,540
Total intangible assets	7,012	7,418	72,768
Investments and other assets			
Investment securities	4,810	6,164	60,467
Long-term loans receivable	1,520	1,504	14,754
Deferred tax assets	5,339	5,468	53,639
Lease and guarantee deposits	17,249	16,965	166,421
Other	5,253	5,040	49,441
Allowance for doubtful accounts	(421)	(419)	(4,110)
Total investments and other assets	33,751	34,723	340,622
Total non-current assets	315,451	326,175	3,199,676
Total assets	379,824	397,071	3,895,144

	Millions of yen		Thousands of U.S.dollars
	2013	2014	2014
(Liabilities)			
Current liabilities			
Notes and accounts payable - trade	¥ 21,517	¥ 23,191	\$ 227,497
Short-term loans payable	41,625	46,726	458,368
Current portion of long-term loans payable	23,579	23,249	228,066
Accounts payable - other	7,121	12,389	121,532
Income taxes payable	6,541	5,287	51,864
Provision for bonuses	1,466	1,451	14,234
Provision for directors' bonuses	59	47	461
Provision for point card certificates	1,655	1,817	17,824
Provision for loss on recollection of gift certificates	58	53	520
Asset retirement obligations	740	335	3,286
Other	7,515	9,264	90,877
Total current liabilities	111,881	123,813	1,214,567
Non-current liabilities			
Long-term loans payable	101,625	103,471	1,015,019
Lease obligations	557	503	4,934
Long-term lease and guarantee deposited	23,467	22,966	225,289
Provision for retirement benefits	6,358	6,540	64,155
Provision for directors' retirement benefits	1,203	1,241	12,174
Provision for loss on interest repayment	403	329	3,227
Deferred tax liabilities	1,193	1,074	10,536
Asset retirement obligations	6,399	6,501	63,773
Other	592	449	4,405
Total non-current liabilities	141,802	143,079	1,403,561
Total liabilities	253,684	266,892	2,618,128
(Net assets)			
Shareholders' equity			
Capital stock	19,613	19,613	192,397
Capital surplus	22,282	22,282	218,580
Retained earnings	80,942	94,517	927,183
Treasury shares	(7,770)	(16,760)	(164,410)
Total shareholders' equity	115,067	119,652	1,173,749
Accumulated other comprehensive income			
Valuation difference on available-for-sale securities	583	822	8,064
Foreign currency translation adjustment	(270)	(264)	(2,590)
Total accumulated other comprehensive income	312	558	5,474
Minority interests	10,759	9,966	97,763
Total net assets	126,139	130,178	1,277,006
Total liabilities and net assets	379,824	397,071	3,895,144

Notes : U.S.dollar amounts are translated from yen,for convenience only,at,the rate of ¥101.94=U.S.\$1 as of February 28,2014.

CONSOLIDATED STATEMENTS OF INCOME

For the years ended Feb 28,2013 and Feb 28,2014	Millions of yen		Thousands of U.S.dollars
	2013	2014	2014
Net sales	¥ 510,438	¥ 530,871	\$ 5,207,681
Cost of sales	401,857	418,677	4,107,092
Gross profit	108,580	112,193	1,100,579
Operating revenue	25,071	25,981	254,866
Operating gross profit	133,652	138,175	1,355,454
Selling, general and administrative expenses			
Advertising and promotion expenses	8,070	8,707	85,413
Distribution expenses	5,667	6,063	59,476
Provision of allowance for doubtful accounts	156	165	1,619
Employees' salaries and bonuses	35,906	37,135	364,283
Provision for bonuses	1,418	1,414	13,871
Welfare expenses	6,296	6,477	63,537
Retirement benefit expenses	745	669	6,563
Rent expenses	9,146	9,273	90,965
Utilities expenses	5,746	6,301	61,811
Depreciation	13,033	12,403	121,670
Provision for loss on interest repayment	40	36	353
Other	19,474	20,426	200,373
Total selling, general and administrative expenses	105,703	109,074	1,069,982
Operating income	27,949	29,100	285,462
Non-operating income			
Interest income	144	145	1,422
Dividend income	66	71	696
Purchase discounts	386	361	3,541
Gain on adjustment of account payable	94	97	952
Penalty income	84	107	1,050
Other	461	645	6,327
Total non-operating income	1,237	1,428	14,008
Non-operating expenses			
Interest expenses	1,836	1,716	16,833
Other	248	365	3,581
Total non-operating expenses	2,084	2,082	20,424
Ordinary income	27,102	28,446	279,046
Extraordinary income			
Gain on bad debts recovered	—	584	5,729
Gain on sales of non-current assets	32	1,528	14,989
Gain on sales of shares of subsidiaries and associates	117	—	—
Reversal of allowance for doubtful accounts	400	—	—
Gain on bargain purchase	745	—	—
Other	56	101	991
Total extraordinary income	1,352	2,213	21,709
Extraordinary losses			
Loss on sales of non-current assets	151	10	98
Loss on retirement of non-current assets	568	432	4,238
Impairment loss	470	2,054	20,149
Other	142	207	2,031
Total extraordinary losses	1,332	2,704	26,525
Income before income taxes and minority interests	27,122	27,955	274,230
Income taxes - current	10,586	10,367	101,697
Income taxes - deferred	(80)	25	245
Total income taxes	10,506	10,392	101,942
Income before minority interests	16,616	17,562	172,278
Minority interests in income	429	178	1,746
Net income	¥ 16,187	¥ 17,384	\$ 170,532

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the years ended Feb 28,2013 and Feb 28,2014	Millions of yen		Thousands of U.S.dollars
	2013	2014	2014
Income before minority interests	¥ 16,616	¥ 17,562	\$ 172,278
Other comprehensive income			
Valuation difference on available-for-sale securities	491	288	2,825
Foreign currency translation adjustment	48	6	59
Total other comprehensive income	539	295	2,894
Comprehensive income	17,156	17,858	175,181
Comprehensive income attributable to			
Comprehensive income attributable to owners of parent	16,605	17,629	172,935
Comprehensive income attributable to minority interests	551	228	2,237

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the years ended Feb 28,2013 and Feb 28,2014	Millions of yen		Thousands of U.S.dollars
	2013	2014	2014
Cash flows from operating activities			
Income before income taxes and minority interests	¥ 27,122	¥ 27,955	\$ 274,230
Depreciation	13,464	12,827	125,829
Impairment loss	470	2,054	20,149
Gain on bargain purchase	(745)	—	—
Increase (decrease) in allowance for doubtful accounts	(535)	(28)	(275)
Interest and dividend income	(210)	(216)	(2,119)
Interest expenses	1,836	1,716	16,833
Share of (profit) loss of entities accounted for using equity method	(15)	(41)	(402)
Loss (gain) on sales of non-current assets	118	(1,518)	(14,891)
Loss on retirement of non-current assets	568	432	4,238
Decrease (increase) in notes and accounts receivable - trade	(1,778)	(3,397)	(33,324)
Decrease (increase) in inventories	(638)	(2,842)	(27,879)
Increase (decrease) in notes and accounts payable - trade	(597)	1,849	18,138
Other, net	9	(57)	(559)
Subtotal	39,069	38,734	379,969
Interest and dividend income received	210	216	2,119
Interest expenses paid	(1,838)	(1,693)	(16,608)
Income taxes (paid) refund	(10,245)	(11,574)	(113,537)
Net cash provided by (used in) operating activities	27,196	25,683	251,942
Cash flows from investing activities			
Purchase of property, plant and equipment	(20,066)	(25,381)	(248,980)
Proceeds from sales of property, plant and equipment	343	6,287	61,674
Purchase of intangible assets	(432)	(1,449)	(14,214)
Purchase of investment securities	(336)	(331)	(3,247)
Proceeds from sales of investment securities	124	314	3,080
Purchase of shares of subsidiaries	(413)	—	—
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	218	—	—
Decrease (increase) in short-term loans receivable	(848)	(73)	(716)
Other, net	1,053	686	6,729
Net cash provided by (used in) investing activities	(20,356)	(19,948)	(195,684)
Cash flows from financing activities			
Net increase (decrease) in short-term loans payable	9,600	5,101	50,039
Proceeds from long-term loans payable	18,300	25,100	246,223
Repayments of long-term loans payable	(18,669)	(23,584)	(231,352)
Purchase of treasury shares	(11,137)	(8,989)	(88,179)
Purchase of treasury shares of subsidiaries	(1,701)	—	—
Cash dividends paid	(2,390)	(2,974)	(29,174)
Cash dividends paid to minority shareholders	(20)	(20)	(196)
Other, net	(254)	(133)	(1,305)
Net cash provided by (used in) financing activities	(6,272)	(5,501)	(53,963)
Effect of exchange rate change on cash and cash equivalents	34	8	78
Net increase (decrease) in cash and cash equivalents	602	242	2,374
Cash and cash equivalents at beginning of period	6,260	6,862	67,314
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	—	(304)	(2,982)
Cash and cash equivalents at end of period	6,862	6,800	66,706