

Translation

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Summary of Consolidated Financial Results for the Six Months Ended December 31, 2024 (Based on Japanese GAAP)

February 13, 2025

Company name: GREENS CO.,LTD.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 6547 URL <https://www.kk-greens.jp/>
 Representative: President & Representative Director Muraki Takeya
 Director and General Manager
 Inquiries: Hiroya Ito TEL 059(351)5593
 Administration Div.
 Scheduled date to file Semi-annual Securities Report: February 13, 2025
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended December 31, 2024 (from July 1, 2024 to December 31, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended December 31, 2024	25,279	22.0	3,960	13.2	3,859	13.5	3,829	13.7
Six months ended December 31, 2023	20,717	14.0	3,499	57.4	3,400	53.6	3,367	75.7

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended December 31, 2024	270.33	–
Six months ended December 31, 2023	238.16	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	29,962	11,169	37.3
As of June 30, 2024	26,614	7,824	29.4

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended June 30, 2024	–	–	–	23.00	23.00
Year ending June 30, 2025	–	–	–	–	–
Year ending June 30, 2025 (Forecast)	–	–	–	27.00	27.00

3. Forecast of consolidated financial results for the year ending June 30, 2025 (from July 1, 2024 to June 30, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	46,800	14.2	5,000	(0.4)	4,400	(8.9)	3,600	(26.4)	248.05

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended December 31, 2024: No

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2024	13,878,263 shares	As of June 30, 2024	13,878,263 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	9,843 shares	As of June 30, 2024	9,843 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended December 31, 2024	13,868,420 shares	Six months ended December 31, 2023	13,631,249 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of June 30, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	7,720	9,951
Accounts receivable - trade	2,544	3,276
Raw materials and supplies	103	173
Prepaid expenses	964	1,057
Other	132	46
Allowance for doubtful accounts	(2)	(3)
Total current assets	11,462	14,502
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,270	4,635
Tools, furniture and fixtures, net	543	498
Land	1,892	1,975
Leased assets, net	103	82
Construction in progress	—	9
Total property, plant and equipment	6,809	7,201
Intangible assets	136	158
Investments and other assets		
Investment securities	117	110
Guarantee deposits	5,920	5,815
Other	2,192	2,196
Allowance for doubtful accounts	(25)	(22)
Total investments and other assets	8,205	8,099
Total non-current assets	15,151	15,459
Total assets	26,614	29,962

(Millions of yen)

	As of June 30, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	1,194	1,557
Short-term borrowings	2,600	2,600
Current portion of long-term borrowings	824	824
Accounts payable - other	1,356	1,332
Accrued expenses	1,477	1,816
Income taxes payable	62	31
Accrued consumption taxes	730	376
Other	403	515
Total current liabilities	8,649	9,054
Non-current liabilities		
Long-term borrowings	9,402	8,990
Asset retirement obligations	612	631
Other	124	116
Total non-current liabilities	10,139	9,738
Total liabilities	18,789	18,793
Net assets		
Shareholders' equity		
Share capital	100	100
Capital surplus	1,170	1,170
Retained earnings	6,534	9,884
Treasury shares	(9)	(9)
Total shareholders' equity	7,795	11,146
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	28	23
Total accumulated other comprehensive income	28	23
Total net assets	7,824	11,169
Total liabilities and net assets	26,614	29,962

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended December 31, 2023	Six months ended December 31, 2024
Net sales	20,717	25,279
Cost of sales	13,228	16,282
Gross profit	7,488	8,996
Selling, general and administrative expenses	3,989	5,035
Operating profit	3,499	3,960
Non-operating income		
Penalty income	24	29
Other	19	30
Total non-operating income	44	59
Non-operating expenses		
Interest expenses	141	159
Other	0	1
Total non-operating expenses	142	160
Ordinary profit	3,400	3,859
Extraordinary income		
Gain on sale of non-current assets	0	3
Total extraordinary income	0	3
Extraordinary losses		
Loss on retirement of non-current assets	1	2
Total extraordinary losses	1	2
Profit before income taxes	3,399	3,861
Income taxes	31	31
Profit	3,367	3,829
Profit attributable to owners of parent	3,367	3,829

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended December 31, 2023	Six months ended December 31, 2024
Profit	3,367	3,829
Other comprehensive income		
Valuation difference on available-for-sale securities	10	(5)
Total other comprehensive income	10	(5)
Comprehensive income	3,377	3,824
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,377	3,824

Consolidated statements of cash flows

(Millions of yen)

	Six months ended December 31, 2023	Six months ended December 31, 2024
Cash flows from operating activities		
Profit before income taxes	3,399	3,861
Depreciation	254	302
Gain on sale of non-current assets	(0)	(3)
Loss on retirement of non-current assets	1	2
Interest and dividend income	(1)	(2)
Interest expenses	141	159
Decrease (increase) in trade receivables	(727)	(732)
Decrease (increase) in inventories	(32)	(69)
Increase (decrease) in trade payables	153	362
Increase (decrease) in accrued consumption taxes	12	(353)
Increase (decrease) in accounts payable - other	(116)	(58)
Increase (decrease) in accrued expenses	81	339
Other, net	80	127
Subtotal	3,246	3,935
Interest and dividends received	1	2
Interest paid	(139)	(160)
Income taxes refund (paid)	(63)	(62)
Net cash provided by (used in) operating activities	3,044	3,714
Cash flows from investing activities		
Purchase of property, plant and equipment	(151)	(620)
Proceeds from sale of property, plant and equipment	1	19
Purchase of intangible assets	(14)	(36)
Purchase of investment securities	(1)	(1)
Payments of guarantee deposits	(31)	(23)
Proceeds from refund of guarantee deposits	16	125
Purchase of long-term prepaid expenses	(55)	(28)
Other, net	–	(7)
Net cash provided by (used in) investing activities	(236)	(574)
Cash flows from financing activities		
Repayments of long-term borrowings	(415)	(412)
Dividends paid	(376)	(479)
Purchase of treasury shares	(0)	–
Repayments of finance lease liabilities	(42)	(17)
Net cash provided by (used in) financing activities	(835)	(908)
Effect of exchange rate change on cash and cash equivalents	(0)	(0)
Net increase (decrease) in cash and cash equivalents	1,973	2,231
Cash and cash equivalents at beginning of period	6,727	7,720
Cash and cash equivalents at end of period	8,701	9,951