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August 8, 2025



Consolidated Financial Results for the Six months Ended June 30, 2025 (Under Japanese GAAP)

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 Scheduled date to file semi-annual securities report: August 8, 2025
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and securities analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended June 30, 2025 (from January 1, 2025 to June 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2025	23,970	10.1	3,699	19.9	3,700	25.7	2,527	25.4
June 30, 2024	21,774	—	3,085	—	2,944	—	2,016	—

Note: Comprehensive income For the six months ended June 30, 2025: ¥2,514 million [26.3%]
 For the six months ended June 30, 2024: ¥1,990 million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
June 30, 2025	82.61	80.31
June 30, 2024	94.15	—

Notes 1: The Company has been preparing interim consolidated financial statements since the interim period of the fiscal year ending December 2024, and therefore does not disclose year-on-year percentage changes for the interim period of the fiscal year ending December 2024.

Notes 2: Regarding the diluted net income per share for the interim period ended December 2024, although there are potential shares, the Company's shares are not listed and the average share price during the period cannot be determined, so this information is not disclosed.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2025	32,313	24,342	75.3
Fiscal year ended December 31, 2024	34,842	23,058	66.2

Reference: Equity
 As of June 30, 2025: ¥24,342 million
 As of December 31, 2024: ¥23,058 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2024	-	0.00	-	40.20	40.20
Fiscal year ending December 31, 2025	-	0.00			
Fiscal year ending December 31, 2025 (Forecast)			-	42.90	42.90

Notes 1: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial results forecast for the fiscal year ending December 31, 2025 (from January 1, 2025 to December 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of the parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	49,330	10.0	5,514	10.0	5,495	12.6	3,750	6.7	122.58

Notes 1: Revisions to the financial results forecast most recently announced: None

Notes 2: The average number of shares outstanding during the period used as the basis for calculating “net income per share” is the number of shares issued as of December 31, 2024 (excluding treasury stock).

* **Notes**

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

Newly included: -

Excluded: -

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes
(Note) For details, please refer to "2. Quarterly Consolidated Financial Statements and Principal Notes (4) Notes to Quarterly Consolidated Financial Statements (Notes on accounting procedures specific to the preparation of quarterly consolidated financial statements)" on this document.

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to reasons other than (i): None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of June 30, 2025	30,600,000 shares
As of December 31, 2024	30,600,000 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2025	-
As of December 31, 2024	-

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended June 30, 2025	30,600,000 shares
Six months ended June 30, 2024	21,420,000 shares

Notes 1: The Company has conducted a stock split on April 23, 2024, whereby one share of common stock was split into 2,000 shares. Therefore, the "number of shares issued at the end of the period," "number of treasury shares at the end of the period," and "average number of shares during the period" have been calculated assuming that the stock split was conducted at the beginning of the previous fiscal year.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The financial results forecast and other forward-looking statements herein are based on information currently available to the Company and certain assumptions that the Company deems reasonable, and they are not intended to be a promise by the Company that they will be achieved. Actual results may differ significantly from those forecasts due to a wide range of factors. For the above-mentioned financial results forecast, please refer to "1. Overview of Operating Performance and Other Matters, (4) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information."

(How to obtain Supplementary Material)

Supplementary Material is disclosed on the same day on TDnet.

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1. Overview of Operating Performance and Other Matters

(1) Overview of Operating Performance for the Cumulative Consolidated Period of the Quarter

During the interim period under review, the domestic economy showed signs of a gradual recovery, supported by improvements in the employment and income environment. However, uncertainties stemming from U.S. trade policies and the continued rise in prices are posing risks to the Japanese economy, as they may dampen consumer sentiment and negatively impact personal consumption. We must also remain vigilant regarding fluctuations in financial and capital markets, as the outlook for the global economy remains uncertain.

In this economic environment, our group has been working to become a brand that is needed by society and people's lives by presenting new value not only as a vision of "Eye Performance," but also as eyeglasses as fashion items and tools that expand human potential.

In terms of product initiatives, we have launched a new line of sunglasses made entirely of rubber without any metal, called "Galileo," the second collaboration with fashion creator "kirimaru," a new sunglasses collection with popular select shop "UNITED ARROWS," and the second collaboration with "STUDIO SEVEN," a brand helmed by EXILE NAOTO, titled "Zoff | STUDIO SEVEN."

In terms of advertising, we launched a TV commercial featuring professional volleyball players Yuki Ishikawa and Mayu Ishikawa.

In terms of store expansion, the number of stores as of the end of the interim consolidated accounting period was 316 stores in Japan (all operated by Zoff Co., Ltd., a subsidiary) and 21 stores overseas (all franchise stores, including 16 stores in Hong Kong and 5 stores in Singapore).

As a result, revenue for the interim consolidated accounting period was 23,970 million yen (up 10.1% from the same period last year), operating profit was 3,699 million yen (up 19.9% from the same period last year), ordinary profit was 3,700 million yen (up 25.7% year-on-year), and net income attributable to parent company shareholders was 2,527 million yen (up 25.4% year-on-year).

A summary of results by segment is as follows.

[Domestic Business]

In the domestic business, fashion-related collaboration products performed well, and UV-responsive products, including UV-sensitive lenses that change color when exposed to UV rays, drove sales growth.

Regarding store expansion, the number of domestic stores stood at 316 (11 new stores opened, 2 stores closed).

As a result, the domestic business segment reported segment sales of 23,673 million yen (up 10.1% year-on-year) and segment operating profit of 3,681 million yen (up 18.6% year-on-year).

[Overseas Business]

In the overseas business, Hong Kong saw a slowdown in the economy and the impact of exchange rates.

In Singapore, while the economy continued to grow at a moderate pace, a deceleration trend was observed, which affected the performance of our group.

Regarding store expansion, the total number of stores stood at 21, with 16 stores in Hong Kong (no new openings or closures) and 5 stores in Singapore (no new openings or closures).

As a result, the performance of the overseas business segment was as follows: segment revenue of 442 million yen (up 7.2% year-on-year), and segment operating profit of 17 million yen (compared to a segment loss of 29 million yen in the same period last year).

(2) Overview of Financial Position for the Cumulative Consolidated Period of the Quarter

(Assets)

Total assets at the end of the current interim period decreased 2,528 million yen from the end of the previous fiscal year to 32,313 million yen.

Current assets decreased 3,514 million yen to 24,434 million yen. This was mainly due to a 3,750 million yen decrease in cash and deposits resulting from repayment of bank loans and dividend payments.

Noncurrent assets increased 985 million yen to 7,879 million yen. This was mainly due to a 680 million yen increase in property, plant and equipment and a 101 million yen increase in lease and guarantee deposits under investments and other assets as a result of new store openings and renovations.

(Liabilities)

Total liabilities at the end of the current interim period decreased 3,813 million yen from the end of the previous fiscal year to 7,970 million yen.

Current liabilities decreased 3,911 million yen to 7,463 million yen. This was mainly due to a 2,900 million yen decrease in short-term loans payable as a result of repayment of bank loans, and decreases of 357 million yen in provision for bonuses and 270 million yen in accounts payable-other.

Noncurrent liabilities increased 98 million yen to 507 million yen. This was mainly due to a 79 million yen increase in lease obligations resulting from new store openings and renovations.

(Net assets)

Total net assets at the end of the current interim period increased 1,284 million yen from the end of the previous fiscal year to 24,342 million yen.

This was mainly due to an increase of 2,527 million yen resulting from net income attributable to parent company shareholders for the interim period, which offset a decrease of 1,230 million yen resulting from dividend payments.

(3) Overview of Cash Flows for the Cumulative Consolidated Period of the Quarter

Cash and cash equivalents at the end of the current interim period decreased 9,250 million yen from the end of the previous fiscal year to 10,794 million yen. The status of each cash flow and their factors are as follows

(Cash flows from operating activities)

Net cash provided by operating activities amounted to 1,585 million yen (2,723 million yen in the same period of the previous year). Major positive factors included income before income taxes and minority interests of 3,648 million yen (2,995 million yen in the same period of the previous year), depreciation and amortization of 474 million yen (364 million yen in the same period of the previous year) and an increase in inventories of 449 million yen (a decrease of 281 million yen in the same period of the previous year), while major negative factors included income taxes paid of 1,236 million yen (409 million yen in the same period of the previous year), a decrease in trade receivables of 486 million yen (a decrease of 87 million yen in the same period of the previous year), and a decrease in accrued consumption taxes of 459 million yen (an increase of 69 million yen in the same period of the previous year).

(Cash Flows from Investing Activities)

Net cash used in investing activities amounted to 6,646 million yen (598 million yen used in the same period of the previous year). The main cash outflows were 5,500 million yen for payments into time deposits and 803 million yen for the purchase of property, plant and equipment for new store openings and renovations (compared with 493 million yen used in the same period of the previous year).

(Cash Flows from Financing Activities)

Net cash used in financing activities amounted to 4,204 million yen (962 million yen used in the same period of the previous year). The main cash outflows were 2,900 million yen for repayment of short-term loans payable and 1,229 million yen for dividend payments (compared with 896 million yen used in the same period of the previous year).

(4) Explanation of Financial Results Forecast and Other Forward-looking Information

The consolidated earnings forecast for the fiscal year ending December 31, 2025 remains unchanged from that announced in the "Summary of Financial Results for the Year Ended December 31, 2024" dated February 14, 2025.

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
Assets		
Current assets		
cash and cash equivalents	20,045	16,294
accounts receivable	1,047	553
goods	3,799	4,249
Deposits paid	2,587	2,846
Other	468	490
Total current assets	27,948	24,434
fixed assets		
property, plant and equipment		
Buildings and structures, net	1,362	1,727
Tools, furniture and fixtures, net	983	1,193
Lease assets, net	366	457
Construction in progress	13	27
Total property, plant and equipment	2,726	3,406
Intangible fixed assets		
software	678	712
Other	24	22
Total intangible fixed assets	702	735
Investments and other assets		
Investments in affiliates	27	27
Lease and guarantee deposits	2,256	2,358
deferred tax asset	1,139	1,312
Other	52	50
Allowance for doubtful accounts	△11	△11
Total investments and other assets	3,464	3,737
Total fixed assets	6,893	7,879
Total assets	34,842	32,313

(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
Liabilities		
current liabilities		
accounts payable	888	1,179
Short-term debt	2,900	—
Lease obligations	115	132
arrears	2,831	2,561
accrued expenses	199	151
Accrued income taxes	1,345	1,368
Allowance for bonuses	981	624
contract liabilities	1,240	1,025
deposit (received)	113	82
Other	758	337
Total current liabilities	11,374	7,463
fixed liabilities		
Lease obligations	313	393
Guarantee Deposit	81	96
Other	13	17
Total long-term liabilities	409	507
total liabilities	11,783	7,970
Total net assets		
capital stock		
capital stock	220	220
Capital surplus	10,240	10,240
Retained earnings	12,479	13,777
Total shareholders' equity	22,939	24,237
Accumulated other comprehensive income		
Deferred gains or losses on hedges	-	△35
Foreign currency translation adjustments	118	140
Total accumulated other comprehensive income	118	105
Total net assets	23,058	24,342
Total liabilities and net assets	34,842	32,313

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Six months Ended June 30, 2025

(Millions of yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2025
Net sales	21,774	23,970
cost of sales	5,588	5,564
Gross profit	16,186	18,405
Selling, general and administrative expenses	13,100	14,705
Operating income	3,085	3,699
Non-operating income		
interest income	0	8
Other	3	2
Total non-operating income	3	10
Non-operating expenses		
interest expense	15	9
foreign exchange loss	120	0
Other	9	0
Total non-operating expenses	145	9
Ordinary income	2,944	3,700
Extraordinary income		
Gain on sales of fixed assets	12	1
Gain on sales of investments in affiliates	17	—
Other	5	—
Total extraordinary income	35	1
Extraordinary loss		
Loss on disposal of fixed assets	24	50
Other	0	2
Total extraordinary loss	24	53
Income before income taxes and minority interests	2,955	3,648
Corporate, inhabitant and enterprise taxes	1,036	1,278
Income taxes-deferred	△97	△157
Total income taxes	938	1,120
Net income	2,016	2,527
Net income attributable to owners of the parent	2,016	2,527

Quarterly Consolidated Statements of Comprehensive Income

Six months Ended June 30, 2025

(Millions of yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2025
Net income	2,016	2,527
Other comprehensive income		
Deferred gains or losses on hedges	—	△35
Foreign currency translation adjustments	△26	21
Total other comprehensive income	△26	△13
Comprehensive income	1,990	2,514
(Breakdown)		
Comprehensive income attributable to owners of the parent	1,990	2,514

(3) Quarterly Consolidated Statements of Cash Flows

(Millions of Yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2025
Cash flows from operating activities		
Interim net income before taxes and other adjustments	2,955	3,648
Depreciation	364	474
Increase/decrease in provision for business restructuring losses (Δ indicates decrease)	$\Delta 111$	—
Increase/decrease in provision for bonuses (decrease indicated by " Δ ")	—	$\Delta 357$
Interest received	$\Delta 0$	$\Delta 8$
Interest paid	15	9
Loss on disposal of fixed assets	24	50
Depreciation of deposits and guarantees	34	34
Gain on sale of investments in affiliated companies	$\Delta 17$	—
Increase/decrease in accounts receivable (Δ indicates increase)	87	486
Increase/decrease in inventory (Δ indicates increase)	281	$\Delta 449$
Increase/decrease in deposits (Δ indicates increase)	$\Delta 129$	$\Delta 259$
Increase/decrease in accounts payable (Δ indicates decrease)	$\Delta 219$	299
Increase/decrease in unpaid consumption taxes, etc. (Δ indicates decrease)	69	$\Delta 459$
Increase/decrease in accounts payable (Δ indicates decrease)	213	$\Delta 334$
Increase/decrease in contract liabilities (Δ indicates decrease)	$\Delta 73$	$\Delta 225$
Increase/decrease in deposits (Δ indicates decrease)	$\Delta 99$	$\Delta 31$
Other	$\Delta 247$	$\Delta 55$
Subtotal	3,146	2,824
Interest received	0	8
Interest paid	$\Delta 14$	$\Delta 9$
Payment of corporate taxes, etc.	$\Delta 409$	$\Delta 1,236$
Other	0	—
Cash flows from operating activities	2,723	1,585
Cash flows from investing activities		
Deposits into time deposits	—	$\Delta 5,500$
Expenditures for acquisition of tangible fixed assets	$\Delta 493$	$\Delta 803$
Proceeds from sale of tangible fixed assets	14	5
Expenditures for acquisition of intangible fixed assets	$\Delta 97$	$\Delta 170$
Proceeds from sale of investments in subsidiaries due to changes in the scope of consolidation	34	—
Expenses from the payment of deposits and guarantees	$\Delta 94$	$\Delta 138$
Income from collection of deposits and guarantees	74	12
Other	$\Delta 37$	$\Delta 52$
Cash flows from investing activities	$\Delta 598$	$\Delta 6,646$

(Millions of Yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings (Δ indicates decrease)	—	$\Delta 2,900$
Payments for repayment of lease obligations	$\Delta 65$	$\Delta 74$
Dividend payments	$\Delta 896$	$\Delta 1,229$
Cash flows from financing activities	$\Delta 962$	$\Delta 4,204$
Foreign currency translation adjustments related to cash and cash equivalents	$\Delta 8$	14
Increase/decrease in cash and cash equivalents (decrease indicated by " Δ ")	1,153	$\Delta 9,250$
Cash and cash equivalents at the beginning of the period	6,268	20,045
Increase in cash and cash equivalents due to new consolidation	30	—
Cash and cash equivalents at the end of the interim period	7,451	10,794

(4) Notes to Quarterly Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(Notes on significant changes in the amount of shareholders' equity)

Not applicable.

(Notes on accounting procedures specific to the preparation of quarterly consolidated financial statements)

(Calculation of tax expense)

Tax expenses for the Company and some of its consolidated subsidiaries are calculated by multiplying income before income taxes by an effective tax rate that is reasonably estimated by applying tax effect accounting to estimated income before income taxes for the consolidated fiscal year, including the second quarter under review.

However, if the calculation of tax expenses using such estimated effective tax rate would be significantly unreasonable, the statutory effective tax rate is used.

(Notes on Segment Information, etc.)

For the six months ended June 30, 2024

1. Information on sales and profit or loss by reportable segment

(Millions of Yen)

	Reportable Segment			Adjustments (Note1)	Quarterly Consolidated Statements of Income Amount (Note2)
	Domestic Business	Overseas Business	Total		
Net sales					
Sales to external customers	21,361	413	21,774	—	21,774
Inter-segment sales or transfers	140	—	140	△140	—
Total	21,502	413	21,915	△140	21,774
Segment income (loss)	3,104	△29	3,074	10	3,085

Note 1: Adjustment of segment income is due to elimination of intersegment transactions, etc.

Note 2: Segment income is adjusted with operating income in the quarterly consolidated statements of income.

2. Information on impairment loss of fixed assets or goodwill, etc. by reportable segment

Not applicable

For the six months ended June 30, 2025

1. Information on sales and profit or loss by reportable segment

(Millions of Yen)

	Reportable Segment			Adjustments (Note1)	Quarterly Consolidated Statements of Income Amount (Note2)
	Domestic Business	Overseas Business	Total		
Net sales					
Sales to external customers	23,527	442	23,970	—	23,970
Inter-segment sales or transfers	145	—	145	△145	—
Total	23,673	442	24,116	△145	23,970
Segment income (loss)	3,681	17	3,699	0	3,699

Note 1: Adjustment of segment income is due to elimination of intersegment transactions, etc.

Note 2: Segment income is adjusted with operating income in the quarterly consolidated statements of income.

2. Information on impairment loss of fixed assets or goodwill, etc. by reportable segment

Not applicable