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Consolidated Financial Results for the Three Months Ended October 31, 2024 [Japanese GAAP]

December 13, 2024

Company name: TSUKURUBA Inc.
Listing: Tokyo
Securities code: 2978
URL: https://tsukuruba.com/
Representative: Hiroki Murakami Representative Director, CEO
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

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

1. Consolidated Financial Results for the Three Months Ended October 31, 2024 (August 1, 2024 to October 31, 2024)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
October 31, 2024	1,538	33.5	6	(87.7)	(10)	-	(26)	-
October 31, 2023	1,152	-	49	-	44	-	45	-

(Note) Comprehensive income: Three months ended October 31, 2024: ¥ (25) million [-%]
Three months ended October 31, 2023: ¥ 44 million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
October 31, 2024	(2.45)	-
October 31, 2023	3.83	3.78

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
October 31, 2024	4,869	1,765	33.7
July 31, 2024	4,221	1,800	39.3

(Reference) Equity: As of October 31, 2024: ¥ 1,643 million
As of July 31, 2024: ¥ 1,660 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended July 31, 2024	-	0.00	-	0.00	0.00
Fiscal year ending July 31, 2025	-				
Fiscal year ending July 31, 2025 (Forecast)		0.00	-	0.00	0.00

(Note) Revision to the forecast for dividends announced most recently: None

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending July 31, 2025 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending July 31, 2025 (August 1, 2024 to July 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	8,000	45.9	230	48.1	165	44.6	125	(42.0)	11.01

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

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

Newly included: - (Company name:)

Excluded: - (Company name:)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

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

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

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

October 31, 2024: 11,704,100 shares

July 31, 2024: 11,685,600 shares

2) Number of treasury shares at the end of the period:

October 31, 2024: 335,709 shares

July 31, 2024: 335,709 shares

3) Average number of shares outstanding during the period:

Three months ended October 31, 2024: 11,363,967 shares

Three months ended October 31, 2023: 11,298,154 shares

* 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

(Cautionary statement regarding forward-looking statements)

This financial results report contains forward-looking statements, such as financial results forecast, which are based on information currently available to the management and certain assumptions that are deemed to be reasonable. The Company makes no guarantee regarding the accuracy of the forecasts contained herein. Because of variable factors, actual results may differ from the forecast.

Cash dividends of class shares

The following is the breakdown of dividends per share related to class shares that have different rights from common shares.

Class A shares	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended July 31, 2024	-	0.00	-	10,000.00	10,000.00
Fiscal year ending July 31, 2025	-				
Fiscal year ending July 31, 2025 (Forecast)		0.00	-	10,000.00	10,000.00

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of July 31, 2024	As of October 31, 2024
Assets		
Current assets		
Cash and deposits	1,917,882	1,902,463
Accounts receivable - trade	71,708	114,373
Real estate for sale	969,405	1,101,549
Real estate for sale in process	903,172	1,364,677
Other	105,251	116,094
Total current assets	3,967,419	4,599,158
Non-current assets		
Property, plant and equipment	75,383	85,352
Investments and other assets	178,747	185,344
Total non-current assets	254,130	270,696
Total assets	4,221,550	4,869,855
Liabilities		
Current liabilities		
Accounts payable - trade	46,658	40,419
Short-term borrowings	927,916	1,413,900
Current portion of bonds payable	140,000	112,000
Current portion of long-term borrowings	340,068	629,768
Income taxes payable	15,500	1,202
Provision for bonuses	-	27,074
Provision for bonuses for directors (and other officers)	-	718
Other	237,289	239,124
Total current liabilities	1,707,432	2,464,208
Non-current liabilities		
Bonds payable	173,000	127,000
Long-term borrowings	540,914	512,672
Total non-current liabilities	713,914	639,672
Total liabilities	2,421,346	3,103,880
Net assets		
Shareholders' equity		
Share capital	60,139	67,689
Capital surplus	1,610,834	1,618,384
Retained earnings	57,064	23,932
Treasury shares	(62,516)	(62,516)
Total shareholders' equity	1,665,521	1,647,489
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(5,167)	(4,359)
Total accumulated other comprehensive income	(5,167)	(4,359)
Share acquisition rights	139,848	122,845
Total net assets	1,800,203	1,765,975
Total liabilities and net assets	4,221,550	4,869,855

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Thousands of yen)

	For the three months ended October 31, 2023	For the three months ended October 31, 2024
Net sales	1,152,517	1,538,301
Cost of sales	466,012	746,805
Gross profit	686,505	791,496
Selling, general and administrative expenses	637,365	785,474
Operating profit	49,139	6,022
Non-operating income		
Interest income	19	155
Commission income	479	314
Other	87	233
Total non-operating income	586	702
Non-operating expenses		
Interest expenses	2,943	7,937
Interest expenses on bonds	167	175
Share issuance costs	700	-
Commission expenses	1,443	8,246
Other	-	1,115
Total non-operating expenses	5,254	17,474
Ordinary profit (loss)	44,471	(10,749)
Extraordinary income		
Gain on reversal of share acquisition rights	1,366	9,501
Gain on sale of non-current assets	532	-
Total extraordinary income	1,899	9,501
Extraordinary losses		
Office transfer related expenses	-	23,658
Total extraordinary losses	-	23,658
Profit (loss) before income taxes	46,370	(24,906)
Income taxes - current	1,290	1,225
Total income taxes	1,290	1,225
Profit (loss)	45,080	(26,132)
Profit (loss) attributable to owners of parent	45,080	(26,132)

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Thousands of yen)

	For the three months ended October 31, 2023	For the three months ended October 31, 2024
Profit (loss)	45,080	(26,132)
Other comprehensive income		
Valuation difference on available-for-sale securities	(92)	807
Total other comprehensive income	(92)	807
Comprehensive income	44,987	(25,324)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	44,987	(25,324)