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December 13, 2024

Consolidated Financial Results for the Three Months Ended October 31, 2024 (Under Japanese GAAP)

Company name: Kurashicom Inc.
Listing: Tokyo Stock Exchange
Securities code: 7110
URL: https://kurashi.com/
Representative: Kohei Aoki, CEO
Inquiries: Yohei Yamaguchi, Director and CFO
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and general investors)

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

1. Consolidated financial results for the three months ended October 31, 2024 (from August 1, 2024 to October 31, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		EBITDA		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	%	Millions of yen	%
October 31, 2024	1,895	7.7	144	-54.8	126	-58.6	130	-57.8	78	-60.2
October 31, 2023	1,759	―	319	―	304	―	308	―	197	―

Note: Comprehensive income For the three months ended October 31, 2024: ¥ 78 million [-60.2%]
For the three months ended October 31, 2023: ¥ 197 million [―%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
October 31, 2024	10.66	―
October 31, 2023	26.80	―

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
October 31, 2024	5,564	4,680	84.1
July 31, 2024	5,596	4,726	84.5

Reference: Equity
As of October 31, 2024: ¥4,680 million
As of July 31, 2024: ¥4,726 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 July 31, 2024	—	0.00	—	17.00	17.00
Fiscal year ending July 31, 2025	—				
Fiscal year ending July 31, 2025 (Forecast)		0.00	—	25.00	25.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Consolidated earnings forecasts for the fiscal year ending July 31, 2025(from August 1, 2024 to July 31, 2025)

(Percentages represent change compared with the previous fiscal year)

	Net sales		EBITDA		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	%	Millions of yen	%	Yen
Full year	8,200	16.9	830	-27.8	760	-29.9	780	-32.2	500	-36.4	67.84

Note: Revisions to the forecast of earnings forecasts most recently announced: Yes

*** Notes**

(1) Significant changes in the scope of consolidation during the period : None
Newly included: － companies (－)
Excluded: － companies (－)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(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: Yes
(ii) Changes in accounting policies due to other reasons: 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 October 31, 2024	7,370,400 shares
As of July 31, 2024	7,370,400 shares

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

As of October 31, 2024	46 shares
As of July 31, 2024	46 shares

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

Three months ended October 31, 2024	7,370,354 shares
Three months ended October 31, 2023	7,370,354 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 Concerning Forward-Looking Statements)
The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to us and on certain assumptions deemed to be reasonable.

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	4,195,709	3,723,888
Accounts receivable - trade	209,096	336,094
Merchandise	423,270	747,191
Work in process	1,209	1,614
Raw materials	1,555	2,558
Other	59,592	62,867
Total current assets	4,890,432	4,874,214
Non-current assets		
Property, plant and equipment	251,227	244,672
Intangible assets		
Goodwill	193,891	188,505
Other	64,027	61,123
Total Intangible assets	257,918	249,629
Investments and other assets	197,210	196,196
Total non-current assets	706,356	690,498
Total Assets	5,596,789	5,564,713
LIABILITIES		
Current liabilities		
Accounts payable - trade	154,175	385,001
Current portion of long-term borrowings	49,434	46,100
Income taxes payable	227,571	51,756
Provision for bonuses	–	28,578
Other	335,421	279,841
Total current liabilities	766,602	791,277
Non-current liabilities		
Long-term borrowings	103,343	93,344
Total non-current liabilities	103,343	93,344
Total liabilities	869,945	884,621
NET ASSETS		
Shareholders' equity		
Share capital	100,000	100,000
Capital surplus	1,175,730	1,175,730
Retained earnings	3,451,170	3,404,418
Treasury shares	-56	-56
Total shareholders' equity	4,726,844	4,680,091
Total net assets	4,726,844	4,680,091
Total liabilities and net assets	5,596,789	5,564,713

Quarterly Consolidated Statements of Income

(Thousands of yen)

	Three months ended October 31, 2023	Three months ended October 31, 2024
Net sales	1,759,904	1,895,829
Cost of sales	1,010,143	1,085,769
Gross profit	749,761	810,060
Selling, general and administrative expenses	444,827	683,766
Operating profit	304,933	126,293
Non-operating income		
Interest income	15	360
Commission income	3,006	3,452
Other	1,221	547
Total non-operating income	4,243	4,359
Non-operating expenses		
Interest expenses	266	297
Other	34	－
Total non-operating expenses	300	297
Ordinary profit	308,875	130,355
Profit before income taxes	308,875	130,355
Income taxes	111,318	51,811
Profit	197,557	78,543
Profit attributable to owners of parent	197,557	78,543

Quarterly Consolidated Comprehensive Statements of Income

(Thousands of yen)

	Three months ended October 31, 2023	Three months ended October 31, 2024
Profit	197,557	78,543
Comprehensive income	197,557	78,543
Attributable to:		
Owners of parent	197,557	78,543