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February 10, 2025

Non-consolidated Financial Results for the Three Months Ended December 31, 2024 (Under Japanese GAAP)

Company name: ROXX, Inc.
Listing: Tokyo Stock Exchange
Securities code: 241A
URL: https://roxx.co.jp/en/
Representative: Taro Nakajima, Representative Director and Chief Executive Officer
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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. Non-consolidated financial results for the three months ended December 31, 2024 (from October 1, 2024 to December 31, 2024)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit (loss)		Ordinary profit (loss)		Profit (loss)	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2024	1,066	–	(172)	–	(179)	–	(179)	–
December 31, 2023	–	–	–	–	–	–	–	–

	Basic earnings (loss) per share	Diluted earnings (loss) per share
Three months ended	Yen	Yen
December 31, 2024	(24.72)	–
December 31, 2023	–	–

Note: The Company did not prepare quarterly financial statements for the three months ended December 31, 2023. Therefore, the figures and the year-on-year percentage changes for the three months ended December 31, 2023 and the year-on-year percentage changes for the three months ended December 31, 2024 are not presented.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2024	3,598	724	20.1
September 30, 2024	3,696	904	24.4

Reference: Equity As of December 31, 2024: ¥722 million
As of September 30, 2024: ¥902 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 September 30, 2024	–	0.00	–	0.00	0.00
Fiscal year ending September 30, 2025	–				
Fiscal year ending September 30, 2025 (Forecast)		0.00	–	0.00	0.00

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

3. Forecast of financial results for the fiscal year ending September 30, 2025 (from October 1, 2024 to September 30, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit (loss)		Ordinary profit (loss)		Profit (loss)		Basic earnings (loss) per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year	5,235	50.6	(195)	–	(232)	–	(236)	–	(32.46)

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

*** Notes**

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

(2) 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

(3) Number of shares issued (common shares)

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

As of December 31, 2024	7,273,170 shares
As of September 30, 2024	7,273,170 shares

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

As of December 31, 2024	–
As of September 30, 2024	–

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

Three months ended December 31, 2024	7,273,170 shares
Three months ended December 31, 2023	–

Note: The Company did not prepare quarterly financial statements for the three months ended December 31, 2023. Therefore, the average number of shares outstanding during the period for the three months ended December 31, 2023 is not presented.

* Review of the attached quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. The actual results may differ significantly due to various factors.

Quarterly Non-Consolidated Financial Statements

(1) Quarterly non-consolidated balance sheet

(Thousands of yen)

	As of September 30, 2024	As of December 31, 2024
Assets		
Current assets:		
Cash and deposits	2,594,956	2,644,599
Accounts receivable - trade	520,112	347,381
Trade accounts receivable	328,317	290,191
Advance payments to suppliers	20,642	42,044
Prepaid expenses	93,809	143,237
Other	6,867	1,247
Allowance for doubtful accounts	(5,306)	(6,583)
Total current assets	3,559,399	3,462,118
Non-current assets:		
Property, plant and equipment:		
Buildings	15,679	15,679
Tools, furniture and fixtures	59,855	68,344
Accumulated depreciation	(37,041)	(40,738)
Total property, plant and equipment	38,492	43,285
Investments and other assets:		
Investment securities	995	995
Distressed receivables	605	605
Leasehold and guarantee deposits	93,665	89,796
Long-term prepaid expenses	3,781	2,646
Allowance for doubtful accounts	(605)	(605)
Total investments and other assets	98,442	93,438
Total non-current assets	136,935	136,723
Total assets	3,696,334	3,598,842

(Thousands of yen)

	As of September 30, 2024	As of December 31, 2024
Liabilities		
Current liabilities:		
Trade accounts payable	585,920	606,215
Current portion of long-term borrowings	602,537	710,920
Accounts payable - other	300,970	389,318
Income taxes payable	38,298	8,199
Accrued expenses	91,668	101,711
Contract liabilities	57,027	117,737
Accrued consumption taxes	108,641	39,702
Refund liability	46,910	43,870
Other	5,453	37,714
Total current liabilities	1,837,428	2,055,389
Non-current liabilities:		
Long-term borrowings	954,847	819,200
Total non-current liabilities	954,847	819,200
Total liabilities	2,792,275	2,874,589
Net assets		
Shareholders' equity:		
Share capital	644,443	644,443
Capital surplus	2,825,877	2,825,877
Retained earnings	(2,567,560)	(2,747,366)
Total shareholders' equity	902,759	722,953
Share acquisition rights	1,298	1,298
Total net assets	904,058	724,252
Total liabilities and net assets	3,696,334	3,598,842

(2) Quarterly non-consolidated statement of income
Three months ended December 31, 2024

(Thousands of yen)

	Three months ended December 31, 2024
Net sales	1,066,971
Cost of sales	189,440
Gross profit	877,530
Selling, general and administrative expenses	1,049,842
Operating profit (loss)	(172,311)
Non-operating income:	
Subsidy income	3,420
Point redemption income	1,106
Other	17
Total non-operating income	4,543
Non-operating expenses:	
Interest expenses	11,466
Total non-operating expenses	11,466
Ordinary profit (loss)	(179,233)
Profit (loss) before income taxes	(179,233)
Income taxes - current	572
Total income taxes	572
Profit (loss)	(179,806)