Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

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

January 31, 2025

Company name: Global Kids Company Corp.
Listing: Tokyo
Securities code: 6189
URL: https://www.gkids.jp
Representative: Yuichi Nakasho Representative Director & CEO
Inquiries: Shuji Fukuda Executive Officer & CFO
Telephone: +81-3-3221-3770

Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

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

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

(1) Consolidated Operating Results (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	%
December 31, 2024	6,325	(3.6)	371	(4.3)	163	(11.0)	158	(12.6)	99	(12.2)
December 31, 2023	6,564	8.0	387	6.4	183	3.5	181	1.5	112	(5.1)

(Note) Comprehensive income: Three months ended December 31, 2024: ¥ 99 million [(13.4)%]
Three months ended December 31, 2023: ¥ 115 million [(6.1)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
December 31, 2024	10.48	10.46
December 31, 2023	11.99	11.94

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
December 31, 2024	15,383	7,884	51.3
September 30, 2024	15,461	8,115	52.5

(Reference) Equity: As of December 31, 2024: ¥ 7,884 million
As of September 30, 2024: ¥ 8,115 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 September 30, 2024	-	0.00	-	35.00	35.00
Fiscal year ending September 30, 2025	-				
Fiscal year ending September 30, 2025 (Forecast)		20.00	-	20.00	40.00

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

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending September 30, 2025 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending September 30, 2025(October 1, 2024 to September 30, 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	25,800	(2.5)	950	20.3	920	12.1	600	133.9	63.49

(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):

December 31, 2024: 9,466,752 shares

September 30, 2024: 9,466,752 shares

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

December 31, 2024: 15,823 shares

September 30, 2024: 15,823 shares

3) Average number of shares outstanding during the period:

Three months ended December 31, 2024: 9,450,929 shares

Three months ended December 31, 2023: 9,413,318 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

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of September 30, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	1,241	1,375
Accounts receivable-other and contract asset	2,536	2,614
Prepaid expenses	674	644
Income taxes refund receivable	77	74
Other	40	4
Total current assets	4,569	4,713
Non-current assets		
Property, plant and equipment		
Land	692	692
Buildings and structures, net	7,228	7,066
Other, net	360	339
Total property, plant and equipment	8,281	8,099
Intangible assets		
Software	284	303
Software in progress	39	-
Total intangible assets	324	303
Investments and other assets		
Investment securities	27	27
Long-term prepaid expenses	211	195
Leasehold and guarantee deposits	1,777	1,770
Construction assistance fund receivables	197	193
Deferred tax assets	71	79
Other	0	0
Total investments and other assets	2,285	2,266
Total non-current assets	10,891	10,669
Total assets	15,461	15,383
Liabilities		
Current liabilities		
Short-term borrowings	-	480
Current portion of long-term borrowings	798	765
Accounts payable - other	1,478	1,573
Income taxes payable	119	9
Advances received	159	244
Provision for bonuses	603	278
Other	259	313
Total current liabilities	3,418	3,663
Non-current liabilities		
Long-term borrowings	2,120	1,958
Retirement benefit liability	497	512
Deferred tax liabilities	922	976
Asset retirement obligations	384	385
Other	2	2
Total non-current liabilities	3,928	3,835
Total liabilities	7,346	7,499

(Millions of yen)

	As of September 30, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	1,309	1,309
Capital surplus	1,997	1,997
Retained earnings	4,811	4,579
Treasury shares	(12)	(12)
Total shareholders' equity	8,106	7,874
Accumulated other comprehensive income		
Remeasurements of defined benefit plans	8	9
Total accumulated other comprehensive income	8	9
Total net assets	8,115	7,884
Total liabilities and net assets	15,461	15,383

Quarterly Consolidated Statements of Income and Comprehensive Income

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

(Millions of yen)

	For the three months ended December 31, 2023	For the three months ended December 31, 2024
Net sales	6,564	6,325
Cost of sales	5,933	5,689
Gross profit	630	636
Selling, general and administrative expenses	446	472
Operating profit	183	163
Non-operating income		
Interest and dividend income	0	0
Subsidy income	2	-
Miscellaneous income	0	0
Total non-operating income	3	1
Non-operating expenses		
Interest expenses	4	5
Miscellaneous losses	0	0
Total non-operating expenses	5	6
Ordinary profit	181	158
Extraordinary income		
Insurance claim income	-	1
Total extraordinary income	-	1
Extraordinary losses		
Loss on sale of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	181	159
Income taxes	68	60
Profit	112	99
Profit attributable to		
Profit attributable to owners of parent	112	99
Profit attributable to non-controlling interests	-	-
Other comprehensive income		
Remeasurements of defined benefit plans, net of tax	2	0
Total other comprehensive income	2	0
Comprehensive income	115	99
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	115	99
Comprehensive income attributable to non-controlling interests	-	-