

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.

NEXYZ.Group



May 15, 2025

Consolidated Financial Results for the Six Months Ended March 31, 2025 [Japanese GAAP]

Company name: NEXYZ. Group Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 4346
 URL: <https://www.nexyzgroup.jp/>
 Representative: Takami Kondo
 Inquiries: Yasuhiro Matsui
 Telephone: +81-3-5459-7444
 Scheduled date to file semi-annual securities report: May 15, 2025
 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 Six Months Ended March 31, 2025 (October 1, 2024 to March 31, 2025)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended March 31, 2025	12,612	16.0	681	129.2	667	133.5	93	-
March 31, 2024	10,874	8.4	297	0.8	285	(0.1)	(174)	-

(Note) Comprehensive income: Six months ended March 31, 2025: ¥ 843 million [-%]
 Six months ended March 31, 2024: ¥ (14) million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended March 31, 2025	7.21	-
March 31, 2024	(13.40)	-

(Note) Diluted net income per share is not presented because there are no dilutive shares.

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	18,447	5,596	14.4	203.94
September 30, 2024	18,342	5,218	13.9	196.06

(Reference) Equity: As of March 31, 2025: ¥ 2,652 million
 As of September 30, 2024: ¥ 2,550 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	-	20.00	20.00
Fiscal year ending September 30, 2025	-	0.00			
Fiscal year ending September 30, 2025 (Forecast)			-	20.00	20.00

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

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	25,500	4.1	1,500	26.1	1,500	29.7	700	14.4	53.81

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

* Notes:

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

(2) Adoption of accounting treatment specific to the preparation of semi-annual 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: Yes

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

3) Changes in accounting estimates: Yes

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):

March 31, 2025: 13,471,240 shares

September 30, 2024: 13,471,240 shares

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

March 31, 2025: 462,767 shares

September 30, 2024: 462,147 shares

3) Average number of shares outstanding during the period:

Six months ended March 31, 2025: 13,008,820 shares

Six months ended March 31, 2024: 13,009,444 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The above forecasts are based on information available at the present time, and include future uncertainties.

Actual results may differ from this forecast depending on changes in the operating environment and other unforeseen circumstances.

Semi-annual Consolidated Financial Statements

Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of September 30, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	5,844	5,831
Notes and accounts receivable - trade	2,880	3,018
Lease receivables	3,255	2,851
Merchandise	471	547
Accounts receivable - other	505	463
Other	818	938
Allowance for doubtful accounts	(1,197)	(1,073)
Total current assets	12,578	12,577
Non-current assets		
Property, plant and equipment		
Buildings, net	960	946
Tools, furniture and fixtures, net	95	104
Other, net	0	0
Total property, plant and equipment	1,056	1,051
Intangible assets		
Software	101	103
Other	0	0
Total intangible assets	101	103
Investments and other assets		
Investment securities	2,746	3,362
Leasehold and guarantee deposits	624	615
Deferred tax assets	655	142
Other	1,432	951
Allowance for doubtful accounts	(852)	(357)
Total investments and other assets	4,605	4,715
Total non-current assets	5,763	5,870
Total assets	18,342	18,447

(Millions of yen)

	As of September 30, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	2,129	1,921
Short-term borrowings	2,100	2,100
Current portion of long-term borrowings	1,461	1,419
Accounts payable - other	663	730
Income taxes payable	278	128
Contract cancellation adjustment reserve	2,308	2,405
Provision for bonuses	499	224
Other	1,024	1,224
Total current liabilities	10,464	10,155
Non-current liabilities		
Long-term borrowings	1,993	2,040
Other	665	654
Total non-current liabilities	2,659	2,695
Total liabilities	13,124	12,850
Net assets		
Shareholders' equity		
Share capital	100	100
Capital surplus	1,051	1,022
Retained earnings	1,507	1,341
Treasury shares	(899)	(899)
Total shareholders' equity	1,759	1,563
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	788	1,087
Foreign currency translation adjustment	2	1
Total accumulated other comprehensive income	791	1,089
Non-controlling interests	2,667	2,943
Total net assets	5,218	5,596
Total liabilities and net assets	18,342	18,447

Semi-annual Consolidated Statements of Income and Comprehensive Income

(Millions of yen)

	For the six months ended March 31, 2024	For the six months ended March 31, 2025
Net sales	10,874	12,612
Cost of sales	5,023	6,316
Gross profit	5,851	6,295
Selling, general and administrative expenses	5,553	5,613
Operating profit	297	681
Non-operating income		
Receipt benefit	-	5
Reversal of allowance for doubtful accounts	25	-
Other	8	13
Total non-operating income	33	19
Non-operating expenses		
Interest expenses	12	22
Loss on investments in investment partnerships	5	2
Commission expenses	0	0
Donations	25	7
Other	0	0
Total non-operating expenses	45	34
Ordinary profit	285	667
Extraordinary income		
Gain on sale of investment securities	23	-
Total extraordinary income	23	-
Extraordinary losses		
Loss on extinguishment of tie-in shares	-	6
Total extraordinary losses	-	6
Profit before income taxes	308	660
Income taxes - current	152	120
Income taxes - deferred	170	263
Total income taxes	323	384
Profit (loss)	(14)	276
Profit attributable to non-controlling interests	159	182
Profit (loss) attributable to owners of parent	(174)	93

(Millions of yen)

	For the six months ended March 31, 2024	For the six months ended March 31, 2025
Profit (loss)	(14)	276
Other comprehensive income		
Valuation difference on available-for-sale securities	0	567
Foreign currency translation adjustment	0	(0)
Total other comprehensive income	0	567
Comprehensive income	(14)	843
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(174)	391
Comprehensive income attributable to non-controlling interests	159	451

Semi-annual Consolidated Statements of Cash Flows

(Millions of yen)

	For the six months ended March 31, 2024	For the six months ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	308	660
Depreciation and amortization	63	59
Increase (decrease) in contract cancellation adjustment reserve	448	97
Increase (decrease) in provision for bonuses	(202)	(275)
Increase (decrease) in allowance for doubtful accounts	48	(620)
Interest and dividend income	(0)	(4)
Interest expenses	12	22
Loss (gain) on sale of investment securities	(23)	-
Decrease (increase) in trade receivables	(420)	(138)
Decrease (increase) in lease receivables	955	403
Decrease (increase) in inventories	148	(74)
Decrease (increase) in advances paid	(65)	(23)
Increase (decrease) in trade payables	(122)	(207)
Increase (decrease) in accrued consumption taxes	(174)	(51)
Increase (decrease) in deposits received	(44)	15
Other, net	93	789
Subtotal	1,026	654
Interest and dividends received	0	4
Interest paid	(12)	(22)
Income taxes refund (paid)	(276)	(269)
Net cash provided by (used in) operating activities	737	366
Cash flows from investing activities		
Purchase of investment securities	(1)	(1)
Proceeds from sale of investment securities	26	-
Purchase of property, plant and equipment	(36)	(29)
Purchase of intangible assets	(20)	(18)
Payments of leasehold and guarantee deposits	(24)	(11)
Proceeds from refund of leasehold and guarantee deposits	8	14
Other, net	(37)	(17)
Net cash provided by (used in) investing activities	(85)	(65)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	300	-
Proceeds from long-term borrowings	1,300	865
Repayments of long-term borrowings	(801)	(859)
Dividends paid	(258)	(259)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(277)	(204)
Other, net	(14)	(16)
Net cash provided by (used in) financing activities	247	(475)
Effect of exchange rate change on cash and cash equivalents	0	(0)
Net increase (decrease) in cash and cash equivalents	900	(174)
Cash and cash equivalents at beginning of period	4,982	5,849
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	-	200
Cash and cash equivalents at end of period	5,882	5,876