



January 10, 2025

Consolidated Summary Report for the Second Quarter of the Fiscal Year Ending May 31, 2025 [Japanese GAAP]

Company Name: BOOKOFF GROUP HOLDINGS LIMITED Stock Exchange: Tokyo
Code Number: 9278 URL: <https://www.bookoffgroup.co.jp/en/>
Representative: Yasutaka Horiuchi, President and CEO
Inquiries: Norihiro Watanabe, Director Tel: +81-42-750-8588
Quarterly report issue date: January 14, 2025
Dividend payment date: -
Supplementary materials of quarterly financial results: Yes
Quarterly financial results briefing: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending May 31, 2025 (June 1, 2024 – November 30, 2024)

(1) Consolidated Results of Operations (Percentage figures represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	YoY change %	Million yen	YoY change %	Million yen	YoY change %	Million yen	YoY change %
Six months ended Nov. 30, 2024	56,781	7.3	1,498	41.5	1,713	35.1	912	29.4
Six months ended Nov. 30, 2023	52,934	9.0	1,059	7.6	1,268	3.6	705	(23.5)

(Note) Comprehensive income Six months ended Nov. 30, 2024: ¥988 million (up 10.6%)
Six months ended Nov. 30, 2023: ¥893 million (down 24.9%)

	Net income per share	Fully diluted net income per share
	Yen	Yen
Six months ended Nov. 30, 2024	46.17	-
Six months ended Nov. 30, 2023	35.69	-

(2) Consolidated Financial Condition

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of Nov. 30, 2024	56,406	21,001	36.6
As of May 31, 2024	54,542	20,507	37.1

(Reference) Shareholders' equity As of Nov. 30, 2024: ¥20,666 million As of May 31, 2024: ¥20,236 million

2. Dividends

	Dividend per share				
	End of 1Q	End of 2Q	End of 3Q	End of FY	Full year
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended May 31, 2024	-	0.00	-	25.00	25.00
Fiscal year ending May 31, 2025	-	0.00	-	-	-
Fiscal year ending May 31, 2025 (est.)	-	-	-	25.00	25.00

(Note) Revisions to the most recently announced dividend forecast: None

3. Consolidated Forecast for the Fiscal Year Ending May 31, 2025 (June 1, 2024 – May 31, 2025)

(Percentage figures represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Million yen	YoY change %	Million yen	YoY change %	Million yen	YoY change %	Million yen	YoY change %	Yen
Full year	120,000	7.5	3,500	14.7	3,800	10.2	2,100	23.2	106.22

(Notes) Revisions to the most recently announced consolidated earnings forecasts: None

Notes:

1. Significant changes in subsidiaries during the period (changes in specific subsidiaries accompanied by changes in the scope of consolidation): None

New: - (company name)

Excluded: - (company name)

2. Application of special accounting methods for presenting quarterly consolidated financial statements: None

3. Changes in accounting policies and accounting-based estimates, and restatements

(1) Changes due to revision of accounting standards: None

(2) Changes due to other reasons: None

(3) Changes in accounting-based estimates: None

(4) Restatements: None

4. Number of shares outstanding (common shares)

(Shares)

(1) Shares outstanding (including treasury shares)	As of Nov. 30, 2024	20,547,413	As of May 31, 2024	20,547,413
(2) Treasury shares	As of Nov. 30, 2024	777,388	As of May 31, 2024	777,287
(3) Average number of shares outstanding	Six months ended Nov. 30, 2024	19,770,092	Six months ended Nov. 30, 2023	19,765,551

* The current summary report is not subject to the quarterly review by certified public accountants or auditing firms.

* Cautionary statement regarding forecasts of operating results and special notes

(Forward-looking statements)

Forward-looking statements in these materials are based on information available to management at the time this report was prepared and assumptions that management believes are reasonable. This report is not promises by BOOKOFF GROUP HOLDINGS regarding future performance. Actual results may differ materially from those projected in the forward-looking statements due to a variety of factors.

(How to view supplementary materials for quarterly financial results)

Supplementary materials for the quarterly financial results will be disclosed today (January 10, 2025), using the Timely Disclosure network (TDnet).

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1. Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Balance Sheet

(Unit: million yen)

	FY5/2024 (As of May 31, 2024)	Second quarter of FY5/2025 (As of Nov. 30, 2024)
Assets		
Current assets		
Cash and deposits	7,180	7,041
Accounts receivable-trade	3,397	3,608
Merchandise	18,825	19,159
Other	2,803	3,153
Allowance for doubtful accounts	(0)	(0)
Total current assets	32,208	32,962
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,770	4,872
Leased assets, net	3,107	3,607
Other, net	1,976	2,746
Total property, plant and equipment	9,854	11,226
Intangible assets		
Software	2,186	2,142
Software in progress	212	174
Other	29	27
Total intangible assets	2,428	2,344
Investments and other assets		
Guarantee deposits	7,311	7,341
Other	2,802	2,592
Allowance for doubtful accounts	(60)	(60)
Total investments and other assets	10,052	9,873
Total non-current assets	22,334	23,444
Total assets	54,542	56,406

(Unit: million yen)

	FY5/2024 (As of May 31, 2024)	Second quarter of FY5/2025 (As of Nov. 30, 2024)
Liabilities		
Current liabilities		
Accounts payable-trade	783	907
Short-term borrowings	6,333	6,660
Current portion of long-term borrowings	4,483	3,145
Lease liabilities	764	826
Income taxes payable	832	334
Provision for bonuses	686	641
Provision for loss on store closings	24	23
Provision for special investigation expenses	550	-
Other provisions	209	150
Other	5,883	6,318
Total current liabilities	20,551	19,007
Non-current liabilities		
Bonds payable	1,000	4,000
Long-term borrowings	7,287	6,712
Asset retirement obligations	2,484	2,526
Lease liabilities	2,514	2,962
Other	195	195
Total non-current liabilities	13,483	16,396
Total liabilities	34,034	35,404
Net assets		
Shareholders' equity		
Share capital	100	100
Capital surplus	6,863	6,863
Retained earnings	13,534	13,952
Treasury shares	(587)	(587)
Total shareholders' equity	19,909	20,328
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	78	91
Foreign currency translation adjustment	248	246
Total accumulated other comprehensive income	326	338
Non-controlling interests	271	335
Total net assets	20,507	21,001
Total liabilities and net assets	54,542	56,406

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

(For the Six-month Period)

(Unit: million yen)

	First six months of FY5/2024 (Jun. 1, 2023 – Nov. 30, 2023)	First six months of FY5/2025 (Jun. 1, 2024 – Nov. 30, 2024)
Net sales	52,934	56,781
Cost of sales	22,956	24,384
Gross profit	29,978	32,396
Selling, general and administrative expenses	28,919	30,898
Operating profit	1,059	1,498
Non-operating income		
Gain from installment of vending machine	64	62
Gain on sales of recycling goods	124	129
Other	126	188
Total non-operating income	315	380
Non-operating expenses		
Interest expenses	88	112
Share of loss of entities accounted for using equity method	6	4
Other	12	48
Total non-operating expenses	106	165
Ordinary profit	1,268	1,713
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on store closings	14	7
Provision for loss on store closings	0	25
Special investigation expenses, etc.	-	18
Loss on retirement of non-current assets	18	12
Impairment losses	12	23
Other	-	0
Total extraordinary losses	45	86
Profit before income taxes	1,223	1,628
Income taxes-current	406	452
Income taxes-deferred	50	218
Total income taxes	456	671
Profit	767	956
Profit attributable to non-controlling interests	62	44
Profit attributable to owners of parent	705	912

Quarterly Consolidated Statement of Comprehensive Income

(For the Six-month Period)

(Unit: million yen)

	First six months of FY5/2024 (Jun. 1, 2023 – Nov. 30, 2023)	First six months of FY5/2025 (Jun. 1, 2024 – Nov. 30, 2024)
Profit	767	956
Other comprehensive income		
Valuation difference on available-for-sale securities	16	15
Foreign currency translation adjustment	109	18
Share of other comprehensive income of entities accounted for using equity method	0	(3)
Total other comprehensive income	125	31
Comprehensive income	893	988
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	819	923
Comprehensive income attributable to non-controlling interests	73	64

(3) Quarterly Consolidated Statement of Cash Flows

(Unit: million yen)

	First six months of FY5/2024 (Jun. 1, 2023 – Nov. 30, 2023)	First six months of FY5/2025 (Jun. 1, 2024 – Nov. 30, 2024)
Cash flows from operating activities		
Profit before income taxes	1,223	1,628
Depreciation	814	1,059
Impairment losses	12	23
Amortization of goodwill	21	1
Increase (decrease) in provision for bonuses	(39)	(45)
Increase (decrease) in provision for loss on store closings	(2)	(1)
Increase (decrease) in other provisions	(53)	(58)
Interest expenses	88	112
Share of loss (profit) of entities accounted for using equity method	6	4
Loss on store closings	14	7
Special investigation expenses, etc.	-	18
Loss (gain) on sale of non-current assets	(0)	(0)
Loss on retirement of non-current assets	18	12
Decrease (increase) in trade receivables	(216)	(211)
Decrease (increase) in inventories	(1,328)	(348)
Increase (decrease) in trade payables	82	123
Other, net	(306)	92
Subtotal	334	2,417
Interest and dividends received	5	8
Interest paid	(88)	(102)
Special investigation expenses, etc.	-	(452)
Income taxes paid	(262)	(950)
Income taxes refund	231	14
Net cash provided by (used in) operating activities	220	935
Cash flows from investing activities		
Purchase of property, plant and equipment	(927)	(1,392)
Purchase of intangible assets	(215)	(219)
Payments of guarantee deposits	(110)	(244)
Proceeds from refund of guarantee deposits	69	174
Other, net	(85)	(82)
Net cash provided by (used in) investing activities	(1,269)	(1,763)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,526	326
Proceeds from long-term borrowings	1,800	600
Repayments of long-term borrowings	(1,491)	(2,513)
Proceeds from the issuance of corporate bonds	-	3,000
Repayments of lease liabilities	(273)	(261)
Expenditure on acquisition of treasury stock	-	(0)
Dividends paid	(494)	(494)
Net cash provided by (used in) financing activities	2,068	658
Effect of exchange rate change on cash and cash equivalents	53	31
Net increase (decrease) in cash and cash equivalents	1,072	(139)
Cash and cash equivalents at beginning of period	5,544	7,180
Cash and cash equivalents at end of period	6,616	7,041

(4) Notes to Quarterly Consolidated Financial Statements

(Segment Information)

I. First six months of FY5/2024 (Jun. 1, 2023 – Nov. 30, 2023)

1. Information on the amounts of net sales, profit or loss for each reportable segment and breakdown of revenue

(Unit: million yen)

	Reportable segments				Other (Note 1)	Total	Adjustment (Note 2)	Amount reported in quarterly consolidated statement of income (Note 3)
	BOOKOFF operations in Japan	Premium services business	Overseas business	Total				
Net sales								
Revenue from contracts with customers	46,793	3,346	2,249	52,389	545	52,934	-	52,934
Other revenue	-	-	-	-	-	-	-	-
Sales to external customers	46,793	3,346	2,249	52,389	545	52,934	-	52,934
Inter-segment sales and transfers	5	-	-	5	318	324	(324)	-
Total	46,799	3,346	2,249	52,394	864	53,259	(324)	52,934
Segment profit (loss)	1,735	229	408	2,373	(100)	2,272	(1,004)	1,268

Notes: 1. Other segment is mainly the operation of BOOKOFF Group's directly operated Japan TCG Center stores specializing in trading cards and provision of BOOKOFF Clean-up Service to individuals for the removal from houses of items that are no longer needed.

2. The adjustment of minus ¥1,004 million to segment profit (loss) includes corporate expenses that are not allocated to reportable segments. Corporate expenses mainly include general and administrative expenses that cannot be attributed to reportable segments.

3. Segment profit (loss) is adjusted for consistency with ordinary profit in the quarterly consolidated financial statements.

2. Information concerning impairment loss on non-current assets, goodwill, etc. for each reportable segment

Significant impairment losses related to non-current assets

Not applicable.

Significant change in goodwill

Not applicable.

Significant gain on bargain purchase

Not applicable.

II. First six months of FY5/2025 (Jun. 1, 2024 – Nov. 30, 2024)

1. Information on the amounts of net sales, profit or loss for each reportable segment and breakdown of revenue

(Unit: million yen)

	Reportable segments				Other (Note 1)	Total	Adjustment (Note 2)	Amount reported in quarterly consolidated statement of income (Note 3)
	BOOKOFF operations in Japan	Premium services business	Overseas business	Total				
Net sales								
Revenue from contracts with customers	49,705	3,427	2,933	56,066	714	56,781	-	56,781
Other revenue	-	-	-	-	-	-	-	-
Sales to external customers	49,705	3,427	2,933	56,066	714	56,781	-	56,781
Inter-segment sales and transfers	27	0	-	27	391	419	(419)	-
Total	49,733	3,427	2,933	56,094	1,106	57,200	(419)	56,781
Segment profit (loss)	2,381	17	414	2,813	(110)	2,703	(989)	1,713

Notes: 1. Other segment is mainly the operation of BOOKOFF Group's directly operated Japan TCG Center stores specializing in trading cards and provision of BOOKOFF Clean-up Service to individuals for the removal from houses of items that are no longer needed.

2. The adjustment of minus ¥989 million to segment profit (loss) includes corporate expenses that are not allocated to reportable segments. Corporate expenses mainly include general and administrative expenses.

3. Segment profit (loss) is adjusted for consistency with ordinary profit in the quarterly consolidated financial statements.

2. Information concerning impairment loss on non-current assets, goodwill, etc. for each reportable segment

Significant impairment losses related to non-current assets

Not applicable.

Significant change in goodwill

Not applicable.

Significant gain on bargain purchase

Not applicable.

(Significant Changes in Shareholders' Equity)

Not applicable.

(Notes Concerning the Going-Concern Premise)

Not applicable.

This financial report is solely a translation of the Company's Kessan Tanshin (including attachments) in Japanese, which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.