

May 13, 2025

Consolidated Financial Results for the Nine Months Ended March 31, 2025 (Under Japanese GAAP)

Company name: SUNNY SIDE UP GROUP Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 2180
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 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 nine months ended March 31, 2025 (from July 1, 2024 to March 31, 2025)

(1) Consolidated operating results (cumulative)

(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	%
Nine months ended March 31, 2025	13,927	1.9	1,324	(12.0)	1,353	(11.9)	863	(9.9)
March 31, 2024	13,663	(2.5)	1,505	34.3	1,535	32.5	959	42.4

Note: Comprehensive income For the nine months ended March 31, 2025: ¥876 million [(0.2)%]
 For the nine months ended March 31, 2024: ¥877 million [7.9%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended March 31, 2025	57.89	-
March 31, 2024	64.29	64.19

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of March 31, 2025	9,265	4,676	48.7
June 30, 2024	8,472	4,136	46.9

Reference: Equity
 As of March 31, 2025: ¥4,515 million
 As of June 30, 2024: ¥3,971 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 June 30, 2024	-	5.00	-	15.00	20.00
Fiscal year ending June 30, 2025	-	7.00	-	-	-
Fiscal year ending June 30, 2025 (Forecast)				15.00	22.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending June 30, 2025 (from July 1, 2024 to June 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
Fiscal year ending June 30, 2025	18,500	3.3	1,650	12.6	1,660	10.6	960	20.7	64.34

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

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

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

Note: For details, please refer to “(3) Notes to quarterly consolidated financial statements (Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)” of “2. Quarterly Consolidated Financial Statements and Significant Notes Thereto” on page 9 of the attached materials.

(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 March 31, 2025	15,197,600 shares
As of June 30, 2024	15,197,600 shares

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

As of March 31, 2025	277,456 shares
As of June 30, 2024	277,456 shares

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

Nine months ended March 31, 2025	14,920,144 shares
Nine months ended March 31, 2024	14,916,882 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: nothing

* Proper use of earnings forecasts, and other special matters

(Notes on Forward-Looking Statements)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. For the conditions on which earnings forecasts are predicated and precautions for using earnings forecasts, please refer to "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

(How to obtain supplementary explanatory materials for financial results)

This material will be posted on our website on Tuesday, May 13, 2025.

Quarterly consolidated balance sheet

(Thousands of yen)

	As of June 30, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	3,185,218	3,697,827
Notes receivable - trade	97,237	79,470
Accounts receivable - trade	2,494,086	2,598,473
Merchandise and finished goods	1,688	46,217
Costs on service contracts in progress	306,880	491,145
Raw materials and supplies	24,523	25,423
Other	447,779	429,929
Allowance for doubtful accounts	(7,786)	(8,110)
Total current assets	6,549,627	7,360,376
Non-current assets		
Property, plant and equipment		
Other, net	475,872	532,306
Total property, plant and equipment	475,872	532,306
Intangible assets		
Goodwill	234,702	203,639
Other	16,371	12,026
Total intangible assets	251,074	215,666
Investments and other assets		
Other	1,249,078	1,217,083
Allowance for doubtful accounts	(52,743)	(59,485)
Total investments and other assets	1,196,334	1,157,598
Total non-current assets	1,923,281	1,905,570
Total assets	8,472,908	9,265,947

	As of June 30, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	1,515,564	2,450,170
Short-term borrowings	236,000	200,000
Current portion of long-term borrowings	157,381	133,881
Income taxes payable	382,421	228,445
Provision for bonuses	307,495	246,864
Provision for bonuses for directors (and other officers)	139,900	-
Contract liabilities	163,451	57,445
Other	460,219	402,839
Total current liabilities	3,362,433	3,719,646
Non-current liabilities		
Long-term borrowings	563,416	463,005
Asset retirement obligations	153,295	159,819
Other	257,326	246,569
Total non-current liabilities	974,038	869,394
Total liabilities	4,336,472	4,589,041
Net assets		
Shareholders' equity		
Share capital	550,551	550,551
Capital surplus	698,914	698,914
Retained earnings	2,744,514	3,280,024
Treasury shares	(130,456)	(130,456)
Total shareholders' equity	3,863,524	4,399,034
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	140,122	129,413
Deferred gains or losses on hedges	17	(378)
Foreign currency translation adjustment	(31,900)	(12,836)
Total accumulated other comprehensive income	108,238	116,198
Share acquisition rights	127,357	120,061
Non-controlling interests	37,316	41,611
Total net assets	4,136,436	4,676,905
Total liabilities and net assets	8,472,908	9,265,947

Quarterly consolidated statement of income

(Thousands of yen)

	Nine months ended March 31, 2024	Nine months ended March 31, 2025
Net sales	13,663,973	13,927,392
Cost of sales	10,359,213	10,564,455
Gross profit	3,304,759	3,362,937
Selling, general and administrative expenses	1,799,646	2,038,206
Operating profit	1,505,113	1,324,731
Non-operating income		
Interest income	133	2,339
Share of profit of entities accounted for using equity method	1,452	-
Foreign exchange gains	28,965	12,728
Outsourcing service income	14,999	13,538
Subsidy income	-	20,100
Other	9,971	6,105
Total non-operating income	55,523	54,812
Non-operating expenses		
Interest expenses	3,986	5,939
Distributions of profit or loss on silent partnerships	2,919	3,711
Share of loss of entities accounted for using equity method	-	6,868
Provision of allowance for doubtful accounts	7,600	-
Customs duty for prior periods	9,535	-
Compensation for damage	-	6,164
Other	1,505	3,853
Total non-operating expenses	25,548	26,537
Ordinary profit	1,535,088	1,353,006
Extraordinary income		
Gain on sale of non-current assets	35	684
Gain on sale of shares of subsidiaries	37,880	-
Gain on sale of investment securities	45,828	1,640
Gain on reversal of share acquisition rights	9,957	7,296
Total extraordinary income	93,700	9,621
Extraordinary losses		
Loss on retirement of non-current assets	2,915	1
Loss on valuation of investments in capital	101,171	5,019
Loss on valuation of investment securities	55,349	11,923
Total extraordinary losses	159,437	16,944
Profit before income taxes	1,469,352	1,345,682
Income taxes	506,028	477,633
Profit	963,323	868,049
Profit attributable to non-controlling interests	4,275	4,295
Profit attributable to owners of parent	959,048	863,753

Quarterly consolidated statement of comprehensive income

(Thousands of yen)

	Nine months ended March 31, 2024	Nine months ended March 31, 2025
Profit	963,323	868,049
Other comprehensive income		
Valuation difference on available-for-sale securities	(82,390)	(10,708)
Deferred gains or losses on hedges	123	(395)
Foreign currency translation adjustment	(3,694)	19,063
Total other comprehensive income	(85,961)	7,959
Comprehensive income	877,362	876,008
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	873,086	871,712
Comprehensive income attributable to non-controlling interests	4,275	4,295

(Notes on segment information, etc.)
Segment Information
I. the nine months of the previous fiscal year (July 1, 2023 to March 31, 2024)
1. Information on sales and the amount of profit or loss for each reported segment

(Thousands of yen)

	Reportable segments				Adjustment amount (Note) 1	Quarterly Consolidated Statements of Income (Note)2
	brand communication segment	food branding segment	business development segment	Total		
Sales						
Revenues from external customers	11,113,698	2,416,416	133,858	13,663,973	-	13,663,973
Transactions with other segments	31,477	2,779	1,880	36,137	(36,137)	-
Total	11,145,175	2,419,196	135,738	13,700,110	(36,137)	13,663,973
Segment Profit or Loss	2,223,295	78,973	(2,123)	2,300,145	(795,032)	1,505,113

Note: 1. The details of the adjusted amount of segment profit or loss are as follows.

(Unit: 1 thousand yen)

	The nine months of the previous fiscal year
Inter-segment transaction elimination	(18,265)
Company-wide expenses (*)	(776,766)
Total	(795,032)

(*) Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.
2. Segment profit or loss is adjusted for operating income in the quarterly consolidated statements of income.
II. the nine months of the current fiscal year (July 1, 2024 to March 31, 2025)
1. Information on sales and the amount of profit or loss for each reported segment

(Thousands of yen)

	Reportable segments				Adjustment amount (Note) 1	Quarterly Consolidated Statements of Income (Note)2
	brand communication segment	food branding segment	business development segment	Total		
Sales						
Revenues from external customers	11,436,345	2,450,374	40,672	13,927,392	-	13,927,392
Transactions with other segments	22,044	8,377	40,191	70,614	(70,614)	-
Total	11,458,390	2,458,752	80,864	13,998,006	(70,614)	13,927,392
Segment Profit	2,049,656	72,270	20,435	2,142,362	(817,631)	1,324,731

Note: 1. The details of the adjustment amount for segment profit are as follows.

(Unit: 1 thousand yen)

	The nine months of the current fiscal year
Inter-segment transaction elimination	1,192
Company-wide expenses (*)	(818,824)
Total	(817,631)

(*) Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.
2. Segment profit is adjusted to operating income in the quarterly consolidated statements of income.