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January 14, 2025

## Consolidated Financial Results for the Three Months Ended November 30, 2024 (Under Japanese GAAP)

Company name: Goodpatch Inc.  
 Listing: Tokyo Stock Exchange  
 Securities code: 7351  
 URL: <https://goodpatch.com/>  
 Representative: Naofumi Tsuchiya, Chief Executive Officer  
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 Scheduled date to file quarterly securities report: January 14, 2025  
 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results briefing: Yes

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

### 1. Consolidated financial results for the three months ended November 30, 2024 (from September 1, 2024 to November 30, 2024)

#### (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	%
Three months ended November 30, 2024	1,214	18.5	128	-	131	-	89	-
November 30, 2023	1,024	20.7	(28)	-	(29)	-	(30)	-

Note: Comprehensive income For the Three months ended November 30, 2024: ¥ 89 million [- %]  
 For the Three months ended November 30, 2023: ¥ (30) million [- %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended November 30, 2024	9.91	9.88
November 30, 2023	(3.29)	-

Note: Diluted earnings per share for the three months ended November 30, 2023 is not stated because, although potential shares exist, basic loss per share was recorded.

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
November 30, 2024	4,747	3,882	80.9
August 31, 2024	4,676	3,872	82.3

Reference: Equity  
 As of November 30, 2024: ¥ 3,839 million  
 As of August 31, 2024: ¥ 3,850 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 August 31, 2024	—	0.00	—	0.00	0.00
Fiscal year ending August 31, 2025	—				
Fiscal year ending August 31, 2025 (Forecast)		0.00	—	0.00	0.00

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

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending August 31, 2025 (from September 1, 2024 to August 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Full year	4,380	11.1	204	490.9	195	317.6	113	879.8	12.59

Note: Revisions to the financial results forecast most recently announced: None

**\* Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Newly included: People and Design Inc.

Excluded: -

- (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

(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 November 30, 2024	9,218,180 shares
As of August 31, 2024	9,218,180 shares

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

As of November 30, 2024	400,505 shares
As of August 31, 2024	174,205 shares

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

Three months ended November 30, 2024	8,980,111 shares
Three months ended November 30, 2023	9,156,363 shares

- \* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: Yes (voluntary)

- \* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including the financial results forecasts, contained in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to achieve the stated performance. Actual business and other results may differ substantially due to various factors.

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of August 31, 2024	As of November 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	3,275,145	3,175,416
Accounts receivable - trade and contract assets	427,708	491,790
Work in process	2,884	6,807
Prepaid expenses	79,830	84,087
Income taxes refund receivable	48,772	49,875
Deposits paid	-	50,938
Other	4,953	7,464
Total current assets	3,839,295	3,866,380
Non-current assets		
Property, plant and equipment		
Buildings	75,179	75,179
Accumulated depreciation	(37,019)	(38,289)
Buildings, net	38,160	36,889
Tools, furniture and fixtures	81,552	81,552
Accumulated depreciation	(71,834)	(72,848)
Tools, furniture and fixtures, net	9,717	8,703
Leased assets	-	9,680
Accumulated depreciation	-	(115)
Leased assets, net	-	9,564
Total Property, plant and equipment	47,877	55,158
Intangible assets		
Trademark right	1,493	1,431
Goodwill	412,538	398,595
Customer-related intangible assets	53,444	51,388
Total Intangible assets	467,475	451,415
Investments and other assets		
Investment securities	202,017	252,983
Leasehold and guarantee deposits	22,827	22,721
Deferred tax assets	74,017	76,056
Other	22,492	22,587
Total Investments and other assets	321,355	374,349
Total non-current assets	836,708	880,923
Total assets	4,676,003	4,747,304

(Thousands of yen)

	As of August 31, 2024	As of November 30, 2024
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	63,192	77,304
Current portion of long-term borrowings	162,412	155,784
Accounts payable - other	85,434	83,912
Accrued expenses	40,766	32,999
Income taxes payable	15,388	58,563
Accrued consumption taxes	34,684	78,181
Contract liabilities	76,054	73,262
Lease liabilities	-	1,320
Provision for bonuses	1,885	13,186
Deposits received	49,524	46,017
Other	3,989	3,980
Total current liabilities	533,332	624,512
Non-current liabilities		
Long-term borrowings	238,849	199,903
Lease liabilities	-	9,220
Asset retirement obligations	11,592	11,596
Deferred tax liabilities	19,848	19,248
Total non-current liabilities	270,290	239,968
Total non-current liabilities	803,622	864,481
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,772,244	1,772,244
Legal capital surplus	1,767,244	1,767,244
Retained earnings	414,192	503,225
Treasury shares	(100,100)	(200,198)
Total shareholders' equity	3,853,580	3,842,516
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(60)	(60)
Foreign currency translation adjustment	(3,069)	(3,075)
Total accumulated other comprehensive income	(3,130)	(3,136)
Share acquisition rights	21,930	20,791
Non-controlling interests	-	22,651
Total net assets	3,872,380	3,882,822
Total liabilities and net assets	4,676,003	4,747,304

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

(Thousands of yen)

	Three Months Ended November 30, 2023	Three Months Ended November 30, 2024
Net sales	1,024,444	1,214,187
Cost of sales	523,345	531,566
Gross profit	501,099	682,620
Selling, general and administrative expenses	529,407	553,960
Operating profit	(28,307)	128,660
Non-operating income		
Interest income	70	76
Share of profit of entities accounted for using equity method	2,698	6,406
Foreign exchange gains	154	53
Other	392	1,079
Total non-operating income	3,314	7,616
Non-operating expenses		
Interest expenses	235	573
Share issuance costs	63	-
Loss on investments in investment partnerships	4,511	3,204
Commission expenses	-	876
Other	19	-
Total non-operating expenses	4,829	4,654
Ordinary profit	(29,822)	131,622
Extraordinary income		
Gain on reversal of share acquisition rights	-	2,553
Total extraordinary income	-	2,553
Profit before income taxes	(29,822)	134,175
Income taxes - current	560	47,781
Income taxes - deferred	(275)	(2,639)
Total income taxes	284	45,142
Profit	(30,107)	89,033
Profit attributable to owners of parent	(30,107)	89,033

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

(Thousands of yen)

	Three Months Ended November 30, 2023	Three Months Ended November 30, 2024
Profit	(30,107)	89,033
Other comprehensive income		
Foreign currency translation adjustment	(24)	(6)
Total other comprehensive income	(24)	(6)
Comprehensive income	(30,131)	89,026
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(30,131)	89,026
Comprehensive income attributable to non-controlling interests	-	-