

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended November 30, 2024 (Based on Japanese GAAP)

January 7, 2025

Company name: KANEKO SEEDS CO., LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 1376 URL <https://www.kanekoseeds.jp>  
 Representative: PRESIDENT MASAHIKO KANEKO  
 SENIOR MANAGING DIRECTOR HEAD  
 Inquiries: HIROKATSU HASE TEL 027-251-1619  
 OF GENERAL ADMINISTRATION  
 Scheduled date to file Semi-annual Securities Report: January 14, 2025  
 Scheduled date to commence dividend payments: February 10, 2025  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended November 30, 2024 (from June 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	%
Six months ended November 30, 2024	28,096	5.9	340	(11.9)	431	(7.1)	269	(13.7)
Six months ended November 30, 2023	26,540	(6.1)	386	(27.6)	464	(22.4)	312	(29.2)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended November 30, 2024	24.00	–
Six months ended November 30, 2023	27.32	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of November 30, 2024	42,740	24,466	57.2	2,182.65
As of May 31, 2024	48,682	24,441	50.2	2,163.02

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended May 31, 2024	–	11.00	–	22.00	33.00
Year ending May 31, 2025	–	11.00	–	–	–
Year ending May 31, 2025 (Forecast)	–	–	–	22.00	33.00

3. Forecast of consolidated financial results for the year ending May 31, 2025 (from June 1, 2024 to May 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	63,500	3.1	1,650	11.6	1,750	11.4	1,200	1.9	106.20

4. Notes

- (1) Significant changes in the scope of consolidation during the six months ended November 30, 2024: No
- (2) Application of special accounting methods for preparing semi-annual consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- |                                                                                                |     |
|------------------------------------------------------------------------------------------------|-----|
| Changes in accounting policies due to revisions to accounting standards and other regulations: | Yes |
| Changes in accounting policies due to other reasons:                                           | No  |
| Changes in accounting estimates:                                                               | No  |
| Restatement of prior period financial statements:                                              | No  |

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of November 30, 2024	11,772,626 shares	As of May 31, 2024	11,772,626 shares
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Number of treasury shares at the end of the period

As of November 30, 2024	563,400 shares	As of May 31, 2024	472,890 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended November 30, 2024	11,247,372 shares	Six months ended November 30, 2023	11,449,749 shares
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**Semi-annual consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of May 31, 2024	As of November 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	3,599,397	2,305,909
Notes and accounts receivable - trade	20,070,658	13,546,956
Electronically recorded monetary claims - operating	1,754,644	2,190,628
Merchandise	10,418,295	9,969,556
Accounts receivable - other	2,199,467	3,360,145
Other	391,370	834,433
Allowance for doubtful accounts	(21,984)	(15,991)
Total current assets	38,411,849	32,191,638
Non-current assets		
Property, plant and equipment		
Land	4,231,587	4,341,857
Other, net	2,857,705	2,876,974
Total property, plant and equipment	7,089,293	7,218,831
Intangible assets	609,003	517,805
Investments and other assets		
Other	2,596,546	2,844,510
Allowance for doubtful accounts	(24,170)	(31,804)
Total investments and other assets	2,572,376	2,812,706
Total non-current assets	10,270,673	10,549,343
Total assets	48,682,522	42,740,982
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	21,071,489	13,563,777
Short-term borrowings	–	1,490,000
Income taxes payable	121,142	151,655
Other	1,905,509	1,882,702
Total current liabilities	23,098,142	17,088,136
Non-current liabilities		
Retirement benefit liability	749,268	719,725
Provision for share awards for directors (and other officers)	82,942	86,509
Other	310,298	380,499
Total non-current liabilities	1,142,509	1,186,734
Total liabilities	24,240,651	18,274,870

(Thousands of yen)

	As of May 31, 2024	As of November 30, 2024
Net assets		
Shareholders' equity		
Share capital	1,491,267	1,491,267
Capital surplus	1,765,224	1,760,773
Retained earnings	20,541,739	20,561,625
Treasury shares	(693,622)	(812,727)
Total shareholders' equity	23,104,608	23,000,938
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	891,253	1,058,819
Foreign currency translation adjustment	42,611	16,953
Remeasurements of defined benefit plans	403,120	389,097
Total accumulated other comprehensive income	1,336,985	1,464,870
Non-controlling interests	276	302
Total net assets	24,441,871	24,466,111
Total liabilities and net assets	48,682,522	42,740,982

## Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

### Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended November 30, 2023	Six months ended November 30, 2024
Net sales	26,540,495	28,096,549
Cost of sales	22,291,782	23,780,613
Gross profit	4,248,712	4,315,936
Selling, general and administrative expenses	3,862,129	3,975,472
Operating profit	386,583	340,463
Non-operating income		
Dividend income	40,992	46,454
Rental income from buildings	36,352	37,576
Other	11,218	18,484
Total non-operating income	88,563	102,516
Non-operating expenses		
Interest expenses	8,176	10,615
Foreign exchange losses	542	–
Other	1,536	679
Total non-operating expenses	10,255	11,295
Ordinary profit	464,890	431,684
Extraordinary income		
Gain on sale of investment securities	–	1,374
Gain on sale of non-current assets	–	153
Total extraordinary income	–	1,527
Extraordinary losses		
Impairment losses	–	36,458
Loss on disposal of non-current assets	625	493
Total extraordinary losses	625	36,951
Profit before income taxes	464,265	396,260
Income taxes	151,423	126,289
Profit	312,841	269,970
Profit attributable to non-controlling interests	27	25
Profit attributable to owners of parent	312,814	269,944

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Six months ended November 30, 2023	Six months ended November 30, 2024
Profit	312,841	269,970
Other comprehensive income		
Valuation difference on available-for-sale securities	(69,841)	167,565
Foreign currency translation adjustment	31,490	(25,657)
Remeasurements of defined benefit plans, net of tax	5,190	(14,022)
Total other comprehensive income	(33,159)	127,884
Comprehensive income	279,682	397,855
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	279,632	397,829
Comprehensive income attributable to non-controlling interests	49	25