

March 7, 2025

## Consolidated Financial Results for the Six Months Ended January 31, 2025 (Under Japanese GAAP)

Company name: Nippon Ski Resort Development, Co., Ltd.  
 Listing: Tokyo Stock Exchange  
 Securities code: 6040  
 URL: <https://www.nippon-ski.jp/>  
 Representative: Shuhei Suzuki, CEO  
 Inquiries: Shotaro Sato, General Manager  
 Telephone: +81-261-72-6040  
 Scheduled date to file semi-annual securities report: March 14, 2025  
 Scheduled date to commence dividend payments: -  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: Yes

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

### 1. Consolidated financial results for the six months ended January 31, 2025 (from August 1, 2024 to January 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								
January 31, 2025	4,955	26.5	1,083	54.0	1,077	53.6	773	58.6
January 31, 2024	3,917	19.5	703	70.0	701	61.1	487	23.9

Note: Comprehensive income For the six months ended January 31, 2025: ¥840 million [56.7%]  
 For the six months ended January 31, 2024: ¥536 million [36.6%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
January 31, 2025	50.81	50.71
January 31, 2024	32.15	32.09

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
January 31, 2025	13,154	7,739	55.5	479.49
July 31, 2024	10,990	7,059	60.7	438.40

Reference: Equity  
 As of January 31, 2025: ¥7,305 million  
 As of July 31, 2024: ¥6,674 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 July 31, 2024	-	0.00	-	10.00	10.00
Fiscal year ending July 31, 2025	-	0.00			
Fiscal year ending July 31, 2025 (Forecast)				3.50	3.50

Note: Revisions to the forecast of cash dividends most recently announced: Yes

The Company plans to split the shares at a ratio of three shares to one common share, effective April 1, 2025. For the fiscal year ending July 31, 2025 (forecast) above, the amount after the split is described. The annual dividend without taking into account the stock split is 10.5 yen.

### 3. Forecast of consolidated financial results for the fiscal year ending July 31, 2025 (from August 1, 2024 to July 31, 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 July 31, 2025	9,850	19.5	1,900	22.4	1,875	20.7	1,280	17.0	84.05

Note: Revisions to the earnings forecasts most recently announced: Yes

\* **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
- (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 January 31, 2025	16,002,900 shares
As of July 31, 2024	16,002,900 shares

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

As of January 31, 2025	766,483 shares
As of July 31, 2024	777,449 shares

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

Six months ended January 31, 2025	15,228,443 shares
Six months ended January 31, 2024	15,176,063 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

Forward-looking statements, such as earnings forecasts, contained in this material are based on information available to the Company and certain assumptions that the Company deems reasonable, and the Company does not promise to realize them. Actual results may differ due to a variety of factors. The conditions on which earnings forecasts are premised are described in Appendix 7, "1. Qualitative Information on the Interim Financial Results (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

## Semi-annual consolidated balance sheet

(Thousands of yen)

	As of July 31, 2024	As of January 31, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	3,141,302	1,996,632
Accounts receivable - trade	253,642	1,552,572
Inventories	369,508	426,278
Other	282,251	722,620
<b>Total current assets</b>	<b>4,046,705</b>	<b>4,698,103</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,870,692	2,791,822
Machinery and equipment, net	1,581,778	3,286,699
Vehicles, net	109,599	366,445
Tools, furniture and fixtures, net	215,604	336,311
Land	876,628	1,050,850
Construction in progress	1,844,485	216,220
<b>Total property, plant and equipment</b>	<b>6,498,789</b>	<b>8,048,349</b>
Intangible assets		
Other	20,898	17,295
<b>Total intangible assets</b>	<b>20,898</b>	<b>17,295</b>
Investments and other assets		
Investment securities	9,459	9,178
Deferred tax assets	294,644	270,860
Other	119,796	110,948
<b>Total investments and other assets</b>	<b>423,901</b>	<b>390,987</b>
<b>Total non-current assets</b>	<b>6,943,589</b>	<b>8,456,632</b>
<b>Total assets</b>	<b>10,990,294</b>	<b>13,154,735</b>

	As of July 31, 2024	As of January 31, 2025
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	37,873	159,374
Short-term borrowings	-	510,000
Current portion of long-term borrowings	448,222	458,322
Accounts payable - other	191,736	435,327
Lease liabilities	33,292	25,936
Accrued consumption taxes	145,504	49,510
Income taxes payable	209,947	241,911
Provision for bonuses	69,637	25,488
Other	368,445	1,158,505
Total current liabilities	1,504,659	3,064,376
Non-current liabilities		
Long-term borrowings	2,341,760	2,157,599
Lease liabilities	40,791	26,384
Deferred tax liabilities	38,381	11,738
Other	5,000	155,113
Total non-current liabilities	2,425,932	2,350,834
Total liabilities	3,930,592	5,415,211
Net assets		
Shareholders' equity		
Share capital	1,001,013	1,001,013
Capital surplus	1,418,142	1,419,690
Retained earnings	4,814,087	5,435,627
Treasury shares	(558,450)	(550,592)
Total shareholders' equity	6,674,792	7,305,739
Share acquisition rights	49,323	55,291
Non-controlling interests	335,586	378,493
Total net assets	7,059,702	7,739,523
Total liabilities and net assets	10,990,294	13,154,735

## Semi-annual consolidated statement of income

(Thousands of yen)

	Six months ended January 31, 2024	Six months ended January 31, 2025
Net sales	3,917,014	4,955,840
Cost of sales	2,276,455	2,719,090
Gross profit	1,640,559	2,236,750
Selling, general and administrative expenses	937,000	1,153,247
Operating profit	703,559	1,083,502
Non-operating income		
Interest income	12	402
Subsidy income	5,296	388
Insurance claim income	52	4,997
Other	2,924	3,353
Total non-operating income	8,285	9,142
Non-operating expenses		
Interest expenses	8,701	13,335
Donations	35	200
Other	1,652	1,490
Total non-operating expenses	10,388	15,025
Ordinary profit	701,456	1,077,619
Extraordinary income		
Gain on sale of non-current assets	324	2,721
Gain on reversal of share acquisition rights	875	875
Other	-	608
Total extraordinary income	1,199	4,204
Extraordinary losses		
Loss on retirement of non-current assets	18,423	1,936
Total extraordinary losses	18,423	1,936
Profit before income taxes	684,233	1,079,888
Income taxes - current	127,792	241,153
Income taxes - deferred	19,830	(2,203)
Total income taxes	147,623	238,949
Profit	536,609	840,938
Profit attributable to non-controlling interests	48,629	67,143
Profit attributable to owners of parent	487,980	773,795

## Semi-annual consolidated statement of comprehensive income

(Thousands of yen)

	Six months ended January 31, 2024	Six months ended January 31, 2025
Profit	536,609	840,938
Other comprehensive income		
Total other comprehensive income	-	-
Comprehensive income	536,609	840,938
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	487,980	773,795
Comprehensive income attributable to non-controlling interests	48,629	67,143

## Semi-annual consolidated statement of cash flows

(Thousands of yen)

	Six months ended January 31, 2024	Six months ended January 31, 2025
Cash flows from operating activities		
Profit before income taxes	684,233	1,079,888
Depreciation	332,655	434,872
Interest and dividend income	(12)	(402)
Insurance claim income	(52)	(4,997)
Interest expenses	8,701	13,335
Loss (gain) on sale of non-current assets	(324)	(2,721)
Loss on retirement of non-current assets	18,423	1,936
Share-based payment expenses	6,402	8,460
Subsidy income	(5,296)	(388)
Decrease (increase) in trade receivables	(1,019,685)	(1,298,930)
Decrease (increase) in inventories	(42,538)	(56,770)
Decrease (increase) in lease receivables	(21,646)	8,907
Decrease (increase) in consumption taxes refund receivable	(54,839)	(217,797)
Decrease (increase) in accounts receivable - other	75,750	(95,833)
Increase (decrease) in provision for bonuses	(21,437)	(44,148)
Increase (decrease) in trade payables	85,270	121,501
Decrease (increase) in prepaid expenses	(10,404)	(75,717)
Decrease (increase) in advances paid	(76,052)	(47,105)
Increase (decrease) in advances received	138,260	129,248
Increase (decrease) in accounts payable - other	99,446	215,653
Increase (decrease) in deposits received	291,710	533,367
Increase (decrease) in accrued expenses	103,993	128,209
Increase (decrease) in accrued consumption taxes	(102,377)	(95,994)
Other, net	(8,013)	(765)
Subtotal	482,166	733,807
Interest and dividends received	12	402
Interest paid	(8,701)	(13,335)
Proceeds from insurance income	52	5,004
Income taxes paid	(175,543)	(209,190)
Subsidies received	5,296	388
Net cash provided by (used in) operating activities	303,283	517,077



(Thousands of yen)

	Six months ended January 31, 2024	Six months ended January 31, 2025
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,002,145)	(1,977,065)
Proceeds from sale of property, plant and equipment	329	171,379
Payments for retirement of property, plant and equipment	(18,423)	(973)
Purchase of intangible assets	(2,630)	(1,151)
Proceeds from refund of leasehold and guarantee deposits	269	78
Proceeds from sale of investment securities	-	890
Payments of leasehold deposits	(293)	(48)
Net cash provided by (used in) investing activities	(2,022,893)	(1,806,890)
Cash flows from financing activities		
Proceeds from short-term borrowings	150,000	510,000
Proceeds from long-term borrowings	2,750,000	50,000
Repayments of long-term borrowings	(306,457)	(224,061)
Repayments of lease liabilities	(31,506)	(21,762)
Dividends paid	(106,108)	(152,254)
Dividends paid to non-controlling interests	(14,314)	(24,568)
Proceeds from exercise of employee share options	15,514	7,832
Other, net	(51)	(42)
Net cash provided by (used in) financing activities	2,457,076	145,142
Net increase (decrease) in cash and cash equivalents	737,465	(1,144,670)
Cash and cash equivalents at beginning of period	1,742,941	3,141,302
Cash and cash equivalents at end of period	2,480,407	1,996,632

(Notes on segment information, etc.)

Segment Information

Previous interim consolidated accounting period (August 1, 2023 to January 31, 2024)

The Group's main business is the ski resort business, and the amount of net sales, segment profits, etc. of other businesses is omitted because the ratio of sales to the total amount of all business segments is remarkably low.

Interim Consolidated Accounting Period (August 1, 2024 to January 31, 2025)

The Group's main business is the ski resort business, and the amount of net sales, segment profits, etc. of other businesses is omitted because the ratio of sales to the total amount of all business segments is remarkably low.