

# Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended March 31, 2022 (Based on Japanese GAAP)

May 13, 2022

Company name: GREENS CO.,LTD.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 6547 URL <https://www.kk-greens.jp/>  
 Representative: President & Representative Director Muraki Takeya  
 Director and General Manager  
 Inquiries: Hiroya Ito TEL 059(351)5593  
 Administration Div.  
 Scheduled date to file Quarterly Securities Report: May 13, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the nine months ended March 31, 2022 (from July 1, 2021 to March 31, 2022)

#### (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, 2022	17,807	49.2	(2,585)	–	(2,463)	–	(2,503)	–
Nine months ended March 31, 2021	11,933	(43.2)	(6,353)	–	(6,227)	–	(6,486)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended March 31, 2022	(194.40)	–
Nine months ended March 31, 2021	(503.72)	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2022	25,385	1,023	4.0
As of June 30, 2021	17,296	(2,933)	(17.0)

### 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 June 30, 2021	–	0.00	–	0.00	0.00
Year ending June 30, 2022	–	0.00	–		
Year ending June 30, 2022 (Forecast)				0.00	0.00

### 3. Forecast of consolidated financial results for the year ending June 30, 2022 (from July 1, 2021 to June 30, 2022)

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	26,000	65.5	(1,800)	–	(1,800)	–	(1,900)	–	(147.56)

#### 4. Notes

- (1) Changes in significant subsidiaries during the nine months ended March 31, 2022  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly 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 March 31, 2022	12,886,200 shares	As of June 30, 2021	12,886,200 shares
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Number of treasury shares at the end of the period

As of March 31, 2022	9,742 shares	As of June 30, 2021	9,742 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended March 31, 2022	12,876,458 shares	Nine months ended March 31, 2021	12,876,458 shares
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## Quarterly consolidated financial statements

### Consolidated balance sheets

(Thousands of yen)

	As of June 30, 2021	As of March 31, 2022
Assets		
Current assets		
Cash and deposits	3,881,696	9,023,984
Accounts receivable - trade	894,719	2,158,864
Raw materials and supplies	100,253	102,899
Prepaid expenses	958,825	984,268
Consumption taxes receivable	397,849	—
Other	50,629	109,137
Allowance for doubtful accounts	(890)	(1,750)
Total current assets	6,283,084	12,377,405
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,230,966	2,136,444
Tools, furniture and fixtures, net	377,424	521,801
Land	1,965,426	1,815,257
Leased assets, net	142,058	219,304
Construction in progress	137,932	2,122,834
Total property, plant and equipment	4,853,809	6,815,643
Intangible assets	191,333	155,404
Investments and other assets		
Investment securities	53,327	59,399
Long-term loans receivable	27,657	20,940
Guarantee deposits	5,817,317	5,814,892
Other	119,138	184,860
Allowance for doubtful accounts	(49,000)	(43,000)
Total investments and other assets	5,968,441	6,037,093
Total non-current assets	11,013,585	13,008,141
Total assets	17,296,669	25,385,547

(Thousands of yen)

	As of June 30, 2021	As of March 31, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	708,570	831,143
Short-term borrowings	7,600,000	9,600,000
Current portion of long-term borrowings	731,628	3,763,245
Accounts payable - other	571,973	700,294
Accrued expenses	546,269	571,460
Income taxes payable	43,366	47,620
Accrued consumption taxes	—	171,013
Provision for bonuses	—	81,699
Other	270,254	386,734
Total current liabilities	10,472,062	16,153,212
Non-current liabilities		
Long-term borrowings	8,948,225	7,358,886
Asset retirement obligations	555,845	562,024
Other	253,826	288,295
Total non-current liabilities	9,757,897	8,209,207
Total liabilities	20,229,960	24,362,419
Net assets		
Shareholders' equity		
Share capital	1,948,025	100,000
Capital surplus	1,949,813	3,433,240
Retained earnings	(6,812,327)	(2,494,685)
Treasury shares	(8,917)	(8,917)
Total shareholders' equity	(2,923,405)	1,029,636
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(9,884)	(6,509)
Total accumulated other comprehensive income	(9,884)	(6,509)
Total net assets	(2,933,290)	1,023,127
Total liabilities and net assets	17,296,669	25,385,547

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

## Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended March 31, 2021	Nine months ended March 31, 2022
Net sales	11,933,493	17,807,248
Cost of sales	14,928,124	17,023,317
Gross profit (loss)	(2,994,630)	783,931
Selling, general and administrative expenses	3,358,605	3,369,319
Operating loss	(6,353,235)	(2,585,388)
Non-operating income		
Interest income	535	429
Penalty income	128,247	19,444
Subsidy income	180,452	437,151
Other	27,726	46,775
Total non-operating income	336,961	503,800
Non-operating expenses		
Interest expenses	30,760	78,186
Commission expenses	—	175,882
Share issuance costs	—	68,650
Borrowing fee	180,597	2,652
Other	8	56,248
Total non-operating expenses	211,366	381,621
Ordinary loss	(6,227,640)	(2,463,208)
Extraordinary income		
Gain on sale of non-current assets	37	8,897
Total extraordinary income	37	8,897
Extraordinary losses		
Loss on retirement of non-current assets	3,125	1,248
Impairment losses	11,845	—
Total extraordinary losses	14,971	1,248
Loss before income taxes	(6,242,574)	(2,455,559)
Income taxes - current	47,613	47,613
Income taxes - deferred	195,967	—
Total income taxes	243,580	47,613
Loss	(6,486,154)	(2,503,173)
Loss attributable to owners of parent	(6,486,154)	(2,503,173)

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

(Thousands of yen)

	Nine months ended March 31, 2021	Nine months ended March 31, 2022
Loss	(6,486,154)	(2,503,173)
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,430)	3,375
Total other comprehensive income	(1,430)	3,375
Comprehensive income	(6,487,585)	(2,499,798)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(6,487,585)	(2,499,798)