

This document contains a financial summary and financial statements translated from the original Japanese version, for convenience only.



## Consolidated Financial Results for the First Quarter of Fiscal Year 2024 [IFRS]

August 9, 2024

Company name: ENEOS Holdings, Inc. Stock Exchange Listings: Tokyo and Nagoya  
 Code number: 5020 URL: <https://www.hd.eneos.co.jp/>  
 Representative: Miyata Tomohide Representative Director, CEO  
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 Scheduled date of commencement of dividend payments: –  
 Supplemental materials for the financial results: Yes  
 Financial results presentation: Yes (for institutional investors and analysts)

(Amounts of less than 1 million yen are rounded off.)

### 1. Consolidated Results for the First Quarter of FY2024 (From April 1, 2024 to June 30, 2024)

(1) Operating Results (Percentage figures represent changes from same period in the previous fiscal year.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of the parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
1Q of FY2024	3,166,313	(1.6)	150,835	60.5	146,188	66.3	81,641	78.2	192,188	67.2
1Q of FY2023	3,218,320	(9.5)	94,005	(71.1)	87,923	(73.5)	45,802	(79.3)	114,947	(62.8)

	Basic profit per share	Diluted profit per share
	Yen	Yen
1Q of FY2024	27.59	27.54
1Q of FY2023	15.19	15.16

### (2) Financial Position

	Total assets	Total equity	Total equity attributable to owners of the parent	Equity ratio attributable to owners of the parent
	Millions of yen	Millions of yen	Millions of yen	%
1Q of FY2024	10,194,580	3,800,132	3,313,632	32.5
FY2023	10,136,545	3,703,818	3,227,213	31.8

### 2. Dividends

	Annual cash dividends per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Year-End	Total
	Yen	Yen	Yen	Yen	Yen
FY2023	–	11.00	–	11.00	22.00
FY2024	–				
FY2024 (Forecast)		11.00	–	11.00	22.00

Note: Revision to the most recent dividend forecast: No

### 3. Forecasts of Consolidated Results for Fiscal Year 2024 (From April 1, 2024 to March 31, 2025)

(Percentage figures represent changes from the previous fiscal year.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of the parent		Basic profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
FY2024	14,600,000	5.4	400,000	(14.0)	380,000	(15.2)	210,000	(27.1)	71.78

Note: Revision to the most recent consolidated earnings forecast: No

The forecasts of consolidated results for the full fiscal year of 2024 remain unchanged from the previous forecasts announced on May 14, 2024.

Average number of shares issued during the period that forms the basis for the calculation of basic profit per share specified above is calculated with the number of issued shares (excluding treasury stock) as of June 30, 2024.

As for the forecast of operating profit excluding inventory valuation factors\*, please see the following.

Operating profit excluding inventory valuation factors:

Forecast for FY2024: 400,000 million yen (percentage change from the previous fiscal year: 1.7%)

(Reference) Actual results for FY2023: 393,264 million yen

(\* ) The impact of inventory valuation on the cost of sales by using the weighted-average method and by writing down the book value.

## Explanatory Notes

(1) Significant changes in the scope of consolidation during the term under review: None

(2) Changes in accounting policies and in accounting estimates

(i) Changes in accounting policies required by the IFRS: None

(ii) Changes in accounting policies other than (i) above: None

(iii) Changes in accounting estimates: Yes

Note: For details, please refer to “Summary of Quarterly Consolidated Financial Statements and Major Explanatory Notes Thereo (5) Explanatory Notes to the Summary of Quarterly Consolidated Financial Statements (Changes in Accounting Estimates)” on page 8 of the Attached Material.

(3) Number of shares issued (Common stock)

(i) Number of issued shares at the end of the period (including treasury stock)

First Quarter of FY2024 ended June 30, 2024: 3,032,850,649 shares

FY2023 ended March 31, 2024: 3,032,850,649 shares

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

First Quarter of FY2024 ended June 30, 2024: 107,249,285 shares

FY2023 ended March 31, 2024: 44,198,959 shares

(iii) Average number of shares issued during the period

First Quarter of FY2024 ended June 30, 2024: 2,959,020,697 shares

First Quarter of FY2023 ended June 30, 2023: 3,014,561,118 shares

- Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: Yes (voluntary)
- Explanation regarding appropriate use of forward-looking statements on results, and other specific comments (Note on Statements Regarding Prospective Matters)  
This material contains forward-looking statements; however, actual results may differ materially from those reflected in such forward-looking statements, due to various factors, including the following:  
(1) changes in macroeconomic conditions and changes in the competitive environment in the energy, resources and materials industries; (2) revisions to laws and strengthening of regulations; and (3) litigation and other similar risks.
- Changes from the previous fiscal year (or corresponding period in the previous fiscal year) are not presented (“–”) if either or both of the fiscal year (or period) under review and the previous fiscal year (or corresponding period) are negative, or if the percentage change is 1,000% or greater.

## Summary of Quarterly Consolidated Financial Statements and Major Explanatory Notes Thereto

### (1) Summary of Quarterly Consolidated Statements of Financial Position

(Millions of yen)

	FY2023 (As of March 31, 2024)	1Q of FY2024 (As of June 30, 2024)
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	775,906	655,686
Trade and other receivables	1,706,521	1,555,224
Inventories	1,832,855	2,053,108
Other financial assets	128,278	166,213
Other current assets	222,935	241,528
Sub total	4,666,495	4,671,759
Assets held for sale	–	53,088
Total current assets	4,666,495	4,724,847
Non-current assets		
Property, plant and equipment	3,544,720	3,540,170
Goodwill	256,685	257,265
Intangible assets	491,326	481,969
Investments accounted for using the equity method	647,073	641,924
Other financial assets	415,164	433,989
Other non-current assets	37,274	34,099
Deferred tax assets	77,808	80,317
Total non-current assets	5,470,050	5,469,733
<b>TOTAL ASSETS</b>	<b>10,136,545</b>	<b>10,194,580</b>

(Millions of yen)

	FY2023 (As of March 31, 2024)	1Q of FY2024 (As of June 30, 2024)
<b>LIABILITIES</b>		
Current liabilities		
Trade and other payables	1,962,820	1,873,543
Bonds and borrowings	703,518	662,932
Income taxes payable	38,877	51,614
Lease liabilities	74,877	75,353
Other financial liabilities	20,018	23,283
Provisions	8,038	7,000
Other current liabilities	306,788	326,194
Total current liabilities	3,114,936	3,019,919
Non-current liabilities		
Bonds and borrowings	2,116,524	2,186,205
Liabilities for retirement benefits	161,648	154,115
Lease liabilities	373,315	362,325
Other financial liabilities	54,955	44,139
Provisions	149,615	157,620
Other non-current liabilities	54,042	52,764
Deferred tax liabilities	407,692	417,361
Total non-current liabilities	3,317,791	3,374,529
Total liabilities	6,432,727	6,394,448
<b>EQUITY</b>		
Common stock	100,000	100,000
Capital surplus	942,308	940,761
Retained earnings	1,891,573	1,942,568
Treasury stock	(25,652)	(74,307)
Other components of equity	318,984	404,610
Total equity attributable to owners of the parent	3,227,213	3,313,632
Non-controlling interests	476,605	486,500
Total equity	3,703,818	3,800,132
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>10,136,545</b>	<b>10,194,580</b>

**(2) Summary of Quarterly Consolidated Statements of Profit or Loss  
and Summary of Quarterly Consolidated Statements of Comprehensive Income or Loss**

(Summary of Quarterly Consolidated Statements of Profit or Loss)

(Millions of yen)

	1Q of FY2023 (From April 1, 2023 to June 30, 2023)	1Q of FY2024 (From April 1, 2024 to June 30, 2024)
Revenue	3,218,320	3,166,313
Cost of sales	2,915,308	2,801,012
Gross profit	303,012	365,301
Selling, general and administrative expenses	232,855	238,408
Share of profit of investments accounted for using the equity method	11,468	21,109
Other operating income	32,508	12,951
Other operating expenses	20,128	10,118
Operating profit	94,005	150,835
Finance income	5,680	8,936
Finance costs	11,762	13,583
Profit before tax	87,923	146,188
Income tax expense	36,238	49,797
Profit	51,685	96,391
Profit attributable to:		
Owners of the parent	45,802	81,641
Non-controlling interests	5,883	14,750
Profit	51,685	96,391
		(Yen)
Basic profit per share	15.19	27.59
Diluted profit per share	15.16	27.54

## (Summary of Quarterly Consolidated Statements of Comprehensive Income or Loss)

(Millions of yen)

	1Q of FY2023 (From April 1, 2023 to June 30, 2023)	1Q of FY2024 (From April 1, 2024 to June 30, 2024)
Profit	51,685	96,391
Other comprehensive income, net of tax		
Items that will not be reclassified to profit or loss		
Changes in fair value of financial assets measured at fair value through other comprehensive income	14,120	2,673
Remeasurement gains on defined benefit plans	6,279	2,045
Shares of other comprehensive income of investments accounted for using the equity method	425	403
Total	20,824	5,121
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign operations	43,058	62,031
Changes in fair value of cash flow hedges	(14,553)	6,652
Shares of other comprehensive income of investments accounted for using the equity method	13,933	21,993
Total	42,438	90,676
Other comprehensive income, net of tax	63,262	95,797
Total comprehensive income	114,947	192,188
Comprehensive income attributable to:		
Owners of the parent	96,209	166,685
Non-controlling interests	18,738	25,503
Total comprehensive income	114,947	192,188

### (3) Summary of Quarterly Consolidated Statements of Changes in Equity

First Quarter of FY2023 (April 1, 2023 – June 30, 2023)

(Millions of Yen)

	Common stock	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Changes in fair value of financial assets measured at fair value through other comprehensive income (loss)	Changes in fair value of cash flow hedges
Balance as of April 1, 2023	100,000	932,432	1,635,585	(8,311)	59,597	(411)
Profit	–	–	45,802	–	–	–
Other comprehensive income (loss)	–	–	–	–	9,869	(10,664)
Total comprehensive income (loss)	–	–	45,802	–	9,869	(10,664)
Purchase of treasury stock	–	–	–	(10)	–	–
Disposal of treasury stock	–	(0)	–	0	–	–
Cash dividends	–	–	(33,208)	–	–	–
Share-based payment transactions	–	175	–	–	–	–
Equity transactions with non-controlling interests, etc.	–	695	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	6,473	–	(183)	–
Transfer from other components of equity to non-financial assets	–	–	–	–	–	5,076
Changes due to business combination	–	–	–	–	–	–
Other	–	(794)	–	–	–	–
Total transactions with owners	–	76	(26,735)	(10)	(183)	5,076
Balance as of June 30, 2023	100,000	932,508	1,654,652	(8,321)	69,283	(5,999)

	Other components of equity			Total equity attributable to owners of the parent	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Remeasurement losses (gains) on defined benefit plans	Total			
Balance as of April 1, 2023	140,940	–	200,126	2,859,832	427,746	3,287,578
Profit	–	–	–	45,802	5,883	51,685
Other comprehensive income (loss)	44,912	6,290	50,407	50,407	12,855	63,262
Total comprehensive income (loss)	44,912	6,290	50,407	96,209	18,738	114,947
Purchase of treasury stock	–	–	–	(10)	–	(10)
Disposal of treasury stock	–	–	–	0	–	0
Cash dividends	–	–	–	(33,208)	(27,670)	(60,878)
Share-based payment transactions	–	–	–	175	–	175
Equity transactions with non-controlling interests, etc.	–	–	–	695	415	1,110
Transfer from other components of equity to retained earnings	–	(6,290)	(6,473)	–	–	–
Transfer from other components of equity to non-financial assets	–	–	5,076	5,076	3,140	8,216
Changes due to business combination	–	–	–	–	978	978
Other	–	–	–	(794)	(1,939)	(2,733)
Total transactions with owners	–	(6,290)	(1,397)	(28,066)	(25,076)	(53,142)
Balance as of June 30, 2023	185,852	–	249,136	2,927,975	421,408	3,349,383



First Quarter of FY2024 (April 1, 2024 – June 30, 2024)

(Millions of Yen)

	Common stock	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Changes in fair value of financial assets measured at fair value through other comprehensive income (loss)	Changes in fair value of cash flow hedges
Balance as of April 1, 2024	100,000	942,308	1,891,573	(25,652)	81,537	687
Profit	–	–	81,641	–	–	–
Other comprehensive income	–	–	–	–	7,698	3,612
Total comprehensive income	–	–	81,641	–	7,698	3,612
Purchase of treasury stock	–	–	–	(48,738)	–	–
Disposal of treasury stock	–	(83)	–	83	–	–
Cash dividends	–	–	(32,923)	–	–	–
Share-based payment transactions	–	89	–	–	–	–
Equity transactions with non-controlling interests, etc.	–	358	–	–	–	–
Change in scope of consolidation	–	–	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	2,277	–	(239)	–
Transfer from other components of equity to non-financial assets	–	–	–	–	–	2,861
Other	–	(1,911)	–	–	–	–
Total transactions with owners	–	(1,547)	(30,646)	(48,655)	(239)	2,861
Balance as of June 30, 2024	100,000	940,761	1,942,568	(74,307)	88,996	7,160

	Other components of equity			Total equity attributable to owners of the parent	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Remeasurement losses (gains) on defined benefit plans	Total			
Balance as of April 1, 2024	236,760	–	318,984	3,227,213	476,605	3,703,818
Profit	–	–	–	81,641	14,750	96,391
Other comprehensive income	71,696	2,038	85,044	85,044	10,753	95,797
Total comprehensive income	71,696	2,038	85,044	166,685	25,503	192,188
Purchase of treasury stock	–	–	–	(48,738)	–	(48,738)
Disposal of treasury stock	–	–	–	0	–	0
Cash dividends	–	–	–	(32,923)	(13,131)	(46,054)
Share-based payment transactions	–	–	–	89	–	89
Equity transactions with non-controlling interests, etc.	(2)	–	(2)	356	(2,356)	(2,000)
Change in scope of consolidation	–	–	–	–	16	16
Transfer from other components of equity to retained earnings	–	(2,038)	(2,277)	–	–	–
Transfer from other components of equity to non-financial assets	–	–	2,861	2,861	(516)	2,345
Other	–	–	–	(1,911)	379	(1,532)
Total transactions with owners	(2)	(2,038)	582	(80,266)	(15,608)	(95,874)
Balance as of June 30, 2024	308,454	–	404,610	3,313,632	486,500	3,800,132

#### (4) Summary of Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	1Q of FY2023 (From April 1, 2023 to June 30, 2023)	1Q of FY2024 (From April 1, 2024 to June 30, 2024)
<b>Cash flows from operating activities:</b>		
Profit before tax	87,923	146,188
Depreciation, depletion and amortization	80,866	88,822
Impairment loss	11,873	1,429
Interest income and dividends income	(5,995)	(5,864)
Interest expenses	10,416	12,277
Share of loss (profit) of investments accounted for using the equity method	(11,468)	(21,109)
(Increase) decrease in trade and other receivables	171,482	160,546
(Increase) decrease in inventories	(120,004)	(213,482)
Increase (decrease) in trade and other payables	(86,783)	(82,355)
Interest and dividends received	10,798	9,968
Interest paid	(13,591)	(15,094)
Income taxes paid	(57,120)	(39,734)
Other	63,037	22,158
Net cash flows from (used in) operating activities	141,434	63,750
<b>Cash flows from investing activities:</b>		
Purchase of investment securities	(1,511)	(3,963)
Purchase of property, plant and equipment	(112,878)	(89,002)
Decrease (increase) in short-term loans to associates and others, net	(46,188)	(3,327)
Payment for acquisition of subsidiaries resulting in change in scope of consolidation	(10,574)	–
Other	(19,996)	(9,755)
Net cash flows from (used in) investing activities	(191,147)	(106,047)
<b>Cash flows from financing activities:</b>		
Increase (decrease) in short-term borrowings, net	132,494	(37,483)
Increase (decrease) in commercial paper, net	98,000	–
Proceeds from long-term borrowings and issuance of bonds	58,083	118,018
Repayments of long-term borrowings and redemption of bonds	(43,818)	(50,787)
Repayments of lease liabilities	(20,318)	(20,942)
Purchase of treasury stock	(2)	(48,728)
Cash dividends paid	(33,208)	(32,923)
Dividends to non-controlling interests	(27,670)	(13,131)
Other	(3,076)	(4,011)
Net cash flows from (used in) financing activities	160,485	(89,987)
Net increase (decrease) in cash and cash equivalents	110,772	(132,284)
Cash and cash equivalents at beginning of the period	311,517	775,906
Net foreign exchange differences of cash and cash equivalents	14,116	12,064
Net increase (decrease) in cash and cash equivalents included in assets held for sale	(18,647)	–
Cash and cash equivalents at end of the period	417,758	655,686

## **(5) Explanatory Notes to the Summary of Quarterly Consolidated Financial Statements**

### **(Applied Framework for Financial Reporting)**

The Company's summary of quarterly consolidated financial statements (summary of quarterly consolidated statements of financial position, summary of quarterly consolidated statements of profit or loss, summary of quarterly consolidated statements of comprehensive income or loss, summary of quarterly consolidated statements of changes in equity, summary of quarterly consolidated statements of cash flows, and notes) have been prepared in accordance with Article 5, paragraph 2 of the Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and Nagoya Stock Exchange, Inc. (however, omission of description specified in Article 5, paragraph 5 of the said standards is applied), and some of disclosure items and notes required by IFRS 34 "Interim Financial Reporting" are omitted.

### **(Notes on the Assumption of a Going Concern)**

None

### **(Changes in Accounting Estimates)**

#### **Change of useful life**

The Company has changed useful life for certain assets in the Renewable Energy segment from the first quarter of the current fiscal year.

In the past, economic efficiency was mainly judged based on the Feed-in Tariff (FIT) scheme in Japan. However, in the first quarter of the current fiscal year, the Company shifted to judgment of economic efficiency that is not based on the FIT, as actual records for conclusion of corporate Power Purchase Agreement (PPA) involving shift to the Feed-in Premium (FIP) scheme were accumulated on a full scale. Considering such actual conditions, the Company has judged that economic benefits of these assets are consumed over a longer period than before, and changed useful life.

Due to this change, operating profit and profit before tax for the consolidated cumulative first quarter each increased by 1,453 million yen.

(Segment Information)

1. Outline of the Reporting Segments

The ENEOS Group's business segments consist of those constituent units of the ENEOS Group for which separate financial information is available that are subject to periodic review for the board of directors (the chief operating decision maker) to determine the distribution of management resources and to evaluate business performance. The ENEOS Group treats "Petroleum Products," "High Performance Materials," "Electricity," "Renewable Energy," "Oil and Natural Gas Exploration and Production ("E&P")," and "Metals" as business segments and reporting segments. The business activities not included in the reporting segments are collectively contained in the "Other" category.

In order to strengthen the management foundation towards the realization of the ENEOS Group Long-Term Vision, ENEOS Corporation's three businesses that belong to the former Energy segment (high-performance materials, electricity, and renewable energy) were converted into separate companies. As a result, reporting segments were changed. Regarding data for comparison to the previous period, figures for the previous period that were reclassified into new categories are used in the comparison.

(Before change) Energy, Oil and Natural Gas E&P, Metals, Other

(After change) Petroleum Products, High Performance Materials, Electricity, Renewable Energy, Oil and Natural Gas E&P, Metals, Other

The details of the main products and services or business activities of each reporting segment and the "Other" category are as follows:

Petroleum Products	Petroleum refining & marketing, basic chemical products, lubricants, gas, and hydrogen
High Performance Materials	Synthetic rubber, special synthetic rubber, secondary butyry materials, emulsion, thermoplastic elastomer, high functional monomer, and high functional polymer
Electricity	Power generation business, procurement and sale of electricity, city gas, overseas renewable energy, and VPP
Renewable Energy	Wind power generation, solar power generation, and biomass power generation
Oil and Natural Gas E&P	Oil and natural gas exploration, development, and production
Metals	Copper foils, precision rolled products, precision-fabricated products, thin-film materials, development and exploration of non-ferrous metal resources, non-ferrous metal products (e.g. copper, precious metals, tantalum, and niobium), non-ferrous metal recycling and industrial waste treatment, titanium, and electric wires
Other	Asphalt paving, civil engineering work, construction work, real estate leasing business, and affairs common to ENEOS Group companies, including fund procurement.

## 2. Information on Revenue, Profit or Loss and Other Items from Each Reporting Segment

First Quarter of FY2023 (April 1, 2023 – June 30, 2023)

(Millions of yen)

	Petroleum Products	High Performance Materials	Electricity	Renewable Energy	Oil and Natural Gas E&P
Revenue					
Revenue from external customers (Note 1)	2,533,420	74,634	59,966	12,130	44,180
Inter-segment revenue or transfers (Note 2)	1,083	251	–	–	58
Total	2,534,503	74,885	59,966	12,130	44,238
Segment profit (loss) (Note 3)	10,892	2,632	4,467	1,162	25,855

(Millions of yen)

	Metals	Total reporting segments	Other	Adjustments (Note 4)	Recorded amount on consolidated financial statements
Revenue					
Revenue from external customers (Note 1)	393,186	3,117,516	100,804	–	3,218,320
Inter-segment revenue or transfers (Note 2)	200	1,592	10,772	(12,364)	–
Total	393,386	3,119,108	111,576	(12,364)	3,218,320
Segment profit (loss) (Note 3)	40,077	85,085	9,629	(709)	94,005

- (Notes)
1. Revenue from external customers includes income generated from contracts with customers as well as income generated from other sources.
  2. Inter-reporting segment revenue or transfers are based on actual market prices.
  3. Segment profit (loss) is stated as operating profit in the summary of the quarterly consolidated statements of profit or loss.
  4. The segment profit (loss) adjustment of (709) million yen includes the net amount of (842) million yen, which is the income and expenses of the entire Company not allocated to the reporting segments or the “Other” category.

First Quarter of FY2024 (April 1, 2024 – June 30, 2024)

(Millions of yen)

	Petroleum Products	High Performance Materials	Electricity	Renewable Energy	Oil and Natural Gas E&P
Revenue					
Revenue from external customers (Notes 1, 5)	2,667,648	85,511	61,050	12,265	59,284
Inter-segment revenue or transfers (Note 2)	16,846	612	1,434	2	115
Total	2,684,494	86,123	62,484	12,267	59,399
Segment profit (loss) (Note 3)	77,631	6,572	9,323	703	22,781

(Millions of yen)

	Metals	Total reporting segments	Other	Adjustments (Note 4)	Recorded amount on consolidated financial statements
Revenue					
Revenue from external customers (Notes 1, 5)	170,439	3,056,197	110,116	–	3,166,313
Inter-segment revenue or transfers (Note 2)	187	19,196	5,915	(25,111)	–
Total	170,626	3,075,393	116,031	(25,111)	3,166,313
Segment profit (loss) (Note 3)	24,852	141,862	11,985	(3,012)	150,835

- (Notes)
1. Revenue from external customers includes income generated from contracts with customers as well as income generated from other sources.
  2. Inter-reporting segment revenue or transfers are based on actual market prices.
  3. Segment profit (loss) is stated as operating profit in the summary of the quarterly consolidated statements of profit or loss.
  4. The segment profit (loss) adjustment of (3,012) million yen includes the net amount of (3,900) million yen, which is the income and expenses of the entire Company not allocated to the reporting segments or the “Other” category.
  5. The main factor that decreased funds from the consolidated cumulative first quarter of the previous fiscal year in revenue from external customers in the Metals segment was Pan Pacific Copper Co., Ltd. and SCM Minera Lumina Copper Chile, which had

been subsidiaries belonging to the Metals segment, becoming affiliates accounted for using the equity method in the previous fiscal year.

Adjustments from the total amount of segment profit (loss) to profit (loss) before tax are as follows.

	(Millions of yen)	
	First Quarter of FY2023	First Quarter of FY2024
Segment profit (loss)	94,005	150,835
Finance income	5,680	8,936
Finance costs	11,762	13,583
Profit (loss) before tax	87,923	146,188

#### (Important Subsequent Events)

##### Partial transfer of maritime transportation business

On July 8, 2024, the Company reached a definitive agreement to the effect that ENEOS Ocean Corporation (“ENEOS Ocean”), a subsidiary in the Petroleum Products segment, would partially transfer its business excluding the crude oil tanker business, which mainly consists of maritime transportation business using LPG carriers, chemical tankers, product tankers, and cargo carriers, to a newly established wholly owned subsidiary of ENEOS Ocean (the “NewCo”) through absorption-type company split, and then transfer 80% of the shares of the NewCo to Nippon Yusen Kabushiki Kaisha (this share transfer and the absorption-type company split are hereinafter collectively referred to as the “Transaction”).

Please note that the Transaction is to be carried out subject to obtaining approvals from domestic and foreign regulatory authorities, including the Japan Fair Trade Commission, and obtaining necessary government approvals and licenses. The Transaction is expected to close on April 1, 2025.

In addition, the impact of the Transaction on the consolidated financial results for the period ending March 31, 2026 is currently being calculated.