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Consolidated Financial Results for the Nine Months Ended June 30, 2024 [Japanese GAAP]

August 9, 2024

Company name: Japan Ecosystem Co., Ltd.
Listing: Tokyo, Nagoya
Securities code: 9249
URL: https://www.jp-eco.co.jp/
Representative: Minoru Matsushima President
Inquiries: Atsuhiko Ino Director in charge of the Management Division
Telephone: +81-586 - 64 - 9249
Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

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

1. Consolidated Financial Results for the Nine Months Ended June 30, 2024 (October 1, 2023 to June 30, 2024)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2024	6,531	17.8	491	(12.9)	518	(12.3)	303	(61.6)
June 30, 2023	5,543	0.2	564	(16.5)	591	(19.0)	788	90.1

(Note) Comprehensive income: Nine months ended June 30, 2024: ¥ 312 million [(63.4)%]
Nine months ended June 30, 2023: ¥ 853 million [108.6%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
June 30, 2024	108.98	106.63
June 30, 2023	292.62	288.33

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2024	9,270	5,129	54.6
September 30, 2023	8,373	4,538	53.2

(Reference) Equity: As of June 30, 2024: ¥ 5,056 million
As of September 30, 2023: ¥ 4,456 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended September 30, 2023	-	25.00	-	26.00	51.00
Fiscal year ending September 30, 2024	-	26.00	-		
Fiscal year ending September 30, 2024 (Forecast)				26.00	52.00

(Note) Revision to the forecast for dividends announced most recently: None

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending September 30, 2024 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending September 30, 2024(October 1, 2023 to September 30, 2024)

(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
Full year	9,133	20.5	806	26.8	839	22.5	552	(36.8)	204.85

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - (Company name:)

Excluded: - (Company name:)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2024: 2,863,400 shares

September 30, 2023: 2,697,600 shares

2) Number of treasury shares at the end of the period:

June 30, 2024: - shares

September 30, 2023: - shares

3) Average number of shares outstanding during the period:

Nine months ended June 30, 2024: 2,780,616 shares

Nine months ended June 30, 2023: 2,695,852 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of September 30, 2023	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	2,070,500	2,388,449
Electronically recorded monetary claims - operating	101,395	68,294
Notes and accounts receivable - trade, and contract assets	1,054,946	1,411,290
Inventories	389,526	411,891
Other	208,089	192,105
Total current assets	3,824,457	4,472,031
Non-current assets		
Property, plant and equipment		
Buildings and structures	2,065,180	2,242,932
Machinery, equipment and vehicles	1,790,986	1,840,065
Tools, furniture and fixtures	877,807	890,802
Land	1,684,288	1,775,726
Other	323,432	200,400
Accumulated depreciation	(2,984,147)	(3,011,213)
Total property, plant and equipment	3,757,547	3,938,714
Intangible assets		
Goodwill	63,823	92,944
Other	125,803	85,860
Total intangible assets	189,626	178,804
Investments and other assets	600,641	679,591
Total non-current assets	4,547,816	4,797,110
Deferred assets	1,470	1,103
Total assets	8,373,744	9,270,245

(Thousands of yen)

	As of September 30, 2023	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	300,800	410,388
Electronically recorded obligations - operating	56,826	12,056
Short-term borrowings	310,000	810,000
Current portion of bonds payable	62,000	57,000
Current portion of long-term borrowings	481,775	497,682
Provision for bonuses	20,901	72,499
Income taxes payable	257,123	127,878
Other	889,120	847,348
Total current liabilities	2,378,548	2,834,852
Non-current liabilities		
Bonds payable	115,000	86,500
Long-term borrowings	1,080,867	999,269
Retirement benefit liability	57,804	51,052
Asset retirement obligations	98,152	98,691
Other	104,990	70,088
Total non-current liabilities	1,456,813	1,305,602
Total liabilities	3,835,361	4,140,455
Net assets		
Shareholders' equity		
Share capital	762,266	984,597
Capital surplus	673,377	895,708
Retained earnings	3,002,038	3,160,481
Total shareholders' equity	4,437,682	5,040,787
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	19,198	16,195
Total accumulated other comprehensive income	19,198	16,195
Share acquisition rights	1,361	-
Non-controlling interests	80,140	72,807
Total net assets	4,538,382	5,129,789
Total liabilities and net assets	8,373,744	9,270,245

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Thousands of yen)

	For the nine months ended June 30, 2023	For the nine months ended June 30, 2024
Net sales	5,543,177	6,531,236
Cost of sales	3,876,407	4,665,125
Gross profit	1,666,769	1,866,111
Selling, general and administrative expenses	1,102,051	1,374,407
Operating profit	564,717	491,703
Non-operating income		
Gain on sale of non-current assets	8,071	9,075
Subsidy income	9,315	10,171
Gain on adjustment of accounts payable	-	8,563
Surrender value of insurance policies	10,390	8,731
Other	15,967	18,148
Total non-operating income	43,744	54,690
Non-operating expenses		
Interest expenses	6,889	7,930
Loss on investments in silent partnerships	5,323	-
Share issuance costs	-	12,825
Other	4,866	6,837
Total non-operating expenses	17,079	27,592
Ordinary profit	591,382	518,801
Extraordinary income		
Gain on sale of non-current assets	428,136	21,520
Gain on bargain purchase	191,387	-
Other	1,224	-
Total extraordinary income	620,748	21,520
Extraordinary losses		
Impairment losses	22,896	-
Loss on retirement of non-current assets	-	3,672
Loss on disposal of non-current assets	34,013	-
Other	2,252	-
Total extraordinary losses	59,162	3,672
Profit before income taxes	1,152,968	536,649
Income taxes	351,756	220,952
Profit	801,211	315,696
Profit attributable to non-controlling interests	12,351	12,666
Profit attributable to owners of parent	788,860	303,029

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

(Thousands of yen)

	For the nine months ended June 30, 2023	For the nine months ended June 30, 2024
Profit	801,211	315,696
Other comprehensive income		
Valuation difference on available-for-sale securities	52,255	(3,003)
Total other comprehensive income	52,255	(3,003)
Comprehensive income	853,467	312,693
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	841,115	300,026
Comprehensive income attributable to non-controlling interests	12,351	12,666