Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Three Months Ended September 30, 2024 (Based on Japanese GAAP)

November 7, 2024

Company name: EF-ON INC.
Stock exchange listing: Tokyo
Stock code: 9514 URL https://www.ef-on.co.jp/
Representative: President and Representative Director TOMOTADA SHIMAZAKI
Inquiries: Executive Director HISAHITO KOIKE TEL 03-4500-6450
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: No
Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended September 30, 2024 (from July 1, 2024 to September 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	%
Three months ended September 30, 2024	4,448	(2.2)	343	101.6	296	193.2	237	138.0
Three months ended September 30, 2023	4,551	9.7	170	(56.5)	101	(79.2)	99	(70.9)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended September 30, 2024	11.11	–
Three months ended September 30, 2023	4.64	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	45,663	18,298	40.1
As of June 30, 2024	45,262	18,234	40.3

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, 2024	–	0.00	–	8.00	8.00
Year ending June 30, 2025	–				
Year ending June 30, 2025 (Forecast)		0.00	–	8.00	8.00

3. Forecast of consolidated financial results for the year ending June 30, 2025 (from July 1, 2024 to June 30, 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
Six months ending December 31, 2024	9,000	1.3	550	18.3	480	49.0	340	15.0	15.92
Full year	18,500	5.9	1,200	99.9	1,000	188.7	710	152.5	33.24

4. Notes

(1) Significant changes in the scope of consolidation during the three months ended September 30, 2024: No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(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 September 30, 2024	21,635,189 shares	As of June 30, 2024	21,635,189 shares

Number of treasury shares at the end of the period

As of September 30, 2024	277,905 shares	As of June 30, 2024	277,900 shares

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

Three months ended September 30, 2024	21,357,286 shares	Three months ended September 30, 2023	21,486,939 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of June 30, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	5,574	6,460
Accounts receivable - trade	1,832	1,813
Supplies	767	726
Consumption taxes refund receivable	149	102
Deferred income tax - non current	8	8
Other	410	434
Total current assets	8,743	9,546
Non-current assets		
Property, plant and equipment		
Buildings and structures	13,683	13,709
Accumulated depreciation	(2,865)	(2,991)
Buildings and structures, net	10,817	10,717
Machinery, equipment and vehicles	29,022	29,071
Accumulated depreciation	(9,679)	(10,091)
Machinery, equipment and vehicles, net	19,342	18,979
Tools, furniture and fixtures	323	323
Accumulated depreciation	(249)	(253)
Tools, furniture and fixtures, net	74	70
Land	3,975	4,011
Trees	1,153	1,173
Construction in progress	87	87
Total property, plant and equipment	35,451	35,039
Intangible assets		
Right to use electricity supply facilities	813	799
Other	7	6
Total intangible assets	821	805
Investments and other assets		
Deferred tax assets	66	96
Other	180	175
Total investments and other assets	246	272
Total non-current assets	36,519	36,117
Total assets	45,262	45,663

(Millions of yen)

	As of June 30, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,379	1,392
Short-term borrowings	–	400
Current portion of long-term borrowings	2,100	2,140
Accounts payable - other	447	333
Income taxes payable	113	148
Provision for bonuses	42	84
Provision for maintenance	500	674
Other	217	238
Total current liabilities	4,802	5,412
Non-current liabilities		
Long-term borrowings	21,782	21,507
Provision for share awards	85	93
Deferred tax liabilities	358	351
Total non-current liabilities	22,226	21,952
Total liabilities	27,028	27,365
Net assets		
Shareholders' equity		
Share capital	2,292	2,292
Capital surplus	1,292	1,292
Retained earnings	14,817	14,882
Treasury shares	(168)	(168)
Total shareholders' equity	18,234	18,298
Total net assets	18,234	18,298
Total liabilities and net assets	45,262	45,663

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended September 30, 2023	Three months ended September 30, 2024
Net sales	4,551	4,448
Cost of sales	4,153	3,872
Gross profit	397	575
Selling, general and administrative expenses	227	232
Operating profit	170	343
Non-operating income		
Interest income	4	6
Gain on sale of scraps	1	1
Gain on sale of non-current assets	–	0
Subsidy income	13	15
Other	1	5
Total non-operating income	20	29
Non-operating expenses		
Interest expenses	73	72
Commission expenses	1	1
Loss on sale of non-current assets	4	–
Loss on retirement of non-current assets	0	–
Other	10	3
Total non-operating expenses	90	77
Ordinary profit	101	296
Profit before income taxes	101	296
Income taxes - current	43	95
Income taxes - deferred	(42)	(36)
Total income taxes	1	59
Profit	99	237
Profit attributable to owners of parent	99	237

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended September 30, 2023	Three months ended September 30, 2024
Profit	99	237
Comprehensive income	99	237
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	99	237
Comprehensive income attributable to non-controlling interests	–	–