

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended March 31, 2024 (Based on Japanese GAAP)

May 14, 2024

Company name: EF-ON INC.  
 Stock exchange listing: Tokyo  
 Stock code: 9514 URL <http://www.ef-on.co.jp/>  
 Representative: President and Representative Director TOMOTADA SHIMAZAKI  
 Inquiries: Executive Director HISAHITO KOIKE TEL 03-4500-6450  
 Scheduled date to file Quarterly Securities Report: May 14, 2024  
 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, 2024 (from July 1, 2023 to March 31, 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	%
Nine months ended March 31, 2024	13,086	1.0	497	(65.4)	287	(79.5)	237	(75.4)
Nine months ended March 31, 2023	12,959	28.3	1,437	38.9	1,403	52.0	967	32.7

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended March 31, 2024	11.10		–	
Nine months ended March 31, 2023	45.01		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2024	45,728	18,186	39.8
As of June 30, 2023	45,718	18,190	39.8

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended June 30, 2023	–	0.00	–	8.00	8.00
Year ending June 30, 2024	–	0.00	–		
Year ending June 30, 2024 (Forecast)				8.00	8.00

3. Forecast of consolidated financial results for the year ending June 30, 2024 (from July 1, 2023 to June 30, 2024)

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	18,000	6.2	1,200	(14.1)	900	(30.1)	630	(23.6)	29.41

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended March 31, 2024  
 (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: 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: No
- 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, 2024	21,635,439 shares	As of June 30, 2023	21,635,439 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	283,770 shares	As of June 30, 2023	148,500 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, 2024	21,423,176 shares	Nine months ended March 31, 2023	21,487,214 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of June 30, 2023	As of March 31, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	4,370	5,802
Accounts receivable - trade	1,706	1,638
Supplies	1,065	944
Consumption taxes refund receivable	79	107
Deferred income tax - non current	0	8
Other	374	420
<b>Total current assets</b>	<b>7,598</b>	<b>8,921</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	13,661	13,664
Accumulated depreciation	(2,351)	(2,736)
Buildings and structures, net	11,309	10,927
Machinery, equipment and vehicles	28,548	28,792
Accumulated depreciation	(8,022)	(9,253)
Machinery, equipment and vehicles, net	20,525	19,539
Tools, furniture and fixtures	308	323
Accumulated depreciation	(221)	(242)
Tools, furniture and fixtures, net	87	81
Land	3,865	3,948
Leased assets	329	–
Accumulated depreciation	(323)	–
Leased assets, net	5	–
Trees	1,109	1,152
Construction in progress	16	97
<b>Total property, plant and equipment</b>	<b>36,919</b>	<b>35,747</b>
<b>Intangible assets</b>		
Right to use electricity supply facilities	901	819
Other	9	8
<b>Total intangible assets</b>	<b>911</b>	<b>827</b>
<b>Investments and other assets</b>		
Deferred tax assets	91	47
Other	197	184
<b>Total investments and other assets</b>	<b>289</b>	<b>232</b>
<b>Total non-current assets</b>	<b>38,120</b>	<b>36,807</b>
<b>Total assets</b>	<b>45,718</b>	<b>45,728</b>

(Millions of yen)

	As of June 30, 2023	As of March 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	1,287	1,307
Current portion of long-term borrowings	2,186	2,150
Accounts payable - other	380	627
Lease liabilities	7	-
Income taxes payable	358	60
Provision for bonuses	43	76
Provision for maintenance	560	388
Other	212	224
Total current liabilities	5,036	4,835
Non-current liabilities		
Long-term borrowings	22,168	22,293
Provision for share awards	59	82
Deferred tax liabilities	263	330
Total non-current liabilities	22,491	22,706
Total liabilities	27,528	27,542
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,292	2,292
Capital surplus	1,292	1,292
Retained earnings	14,709	14,774
Treasury shares	(104)	(172)
Total shareholders' equity	18,190	18,186
Total net assets	18,190	18,186
Total liabilities and net assets	45,718	45,728

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Nine months ended March 31, 2023	Nine months ended March 31, 2024
Net sales	12,959	13,086
Cost of sales	10,819	11,919
Gross profit	2,140	1,166
Selling, general and administrative expenses	702	669
Operating profit	1,437	497
Non-operating income		
Interest income	14	13
Gain on sale of scraps	2	4
Gain on sale of non-current assets	6	2
Subsidy income	5	0
Subsidy income	14	42
Penalty income	160	-
Other	7	6
Total non-operating income	212	69
Non-operating expenses		
Interest expenses	213	211
Commission expenses	4	27
Loss on sale of non-current assets	-	4
Loss on retirement of non-current assets	0	0
Other	28	36
Total non-operating expenses	246	279
Ordinary profit	1,403	287
Profit before income taxes	1,403	287
Income taxes - current	408	19
Income taxes for prior periods	-	(80)
Income taxes - deferred	27	110
Total income taxes	436	49
Profit	967	237
Profit attributable to owners of parent	967	237

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

(Millions of yen)

	Nine months ended March 31, 2023	Nine months ended March 31, 2024
Profit	967	237
Comprehensive income	967	237
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	967	237
Comprehensive income attributable to non-controlling interests	—	—