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August 9, 2024

To whom it may concern,

Company Name: ENVIPRO HOLDINGS Inc.
Representative: Representative Director, President/CEO
Tomikazu Sano
(Securities code: 5698, TSE Prime Market)
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Notice of Differences Between Financial Results Forecast and Actual Results
and Dividends from Surplus (Dividend Increase)

ENVIPRO HOLDINGS Inc. announces that there is a difference between our financial results forecast for the fiscal year ended June 30, 2024 (July 1, 2023 to June 30, 2024) announced on June 21, 2024 and the actual results announced today.

We also announce that our board of directors has resolved at a meeting held today to distribute dividends from surplus with a reference date of June 30, 2024.

1. Difference in the financial results forecast

(1) Difference between the financial results forecast and the actual results for the full fiscal year ended June 30, 2024 (July 1, 2023 to June 30, 2024)

	Net sales (Million yen)	Operating profit (Million yen)	Ordinary profit (Million yen)	Profit attributable to owners of parent (Million yen)	Basic earnings per share
Previous forecast(A)	54,000	1,330	1,700	300	¥10.00
Actual results (B)	52,214	1,409	1,782	537	¥17.87
Change (B - A)	(1,786)	79	82	237	
Change (%)	(3.3)	5.9	4.8	79.0	
(Reference) Results for the previous fiscal year (ended Jun. 30, 2023)	49,189	1,542	1,901	1,236	¥41.64

(2) Reason for revision

Net sales fell short of the previous forecast due to timing adjustments in scrap sales.

Operating profit exceeded the previous forecast due to an upturn in sales in the dismantling business.

Profit attributable to owners of parent improved compared to the previous forecast due to an improvement in operating profit and a decrease in tax expenses.

(Note) The above business results forecasts have been prepared based on available information as of the date of this release, and actual results may differ from the forecasts due to a variety of factors going forward.

2. Dividends from surplus

(1) Details of dividends

	Amount to be determined	Previous forecast (June 21, 2024)	Results for the previous fiscal year (ended June 30, 2023)
Reference date	June 30, 2024	Same as left	June 30, 2023
Dividend per share	¥6.00	¥3.00	¥14.00
Total amount of dividends	¥181 million	—	¥415 million
Effective date	September 30, 2024	—	September 28, 2023
Dividend resource	Retained earnings	—	Retained earnings

(2) Reason for revision

The Company recognizes the return of profits to shareholders as a key issue and has set a basic policy of providing stable and continuous profit returns to shareholders from a long-term perspective while comprehensively taking into consideration factors such as profit sharing according to performance and internal reserves necessary to strengthen the management base. The Company will set a target consolidated payout ratio of 25-35% as an indicator of performance-based profit sharing.

Based on this policy, the Company plans to pay a year-end dividend of ¥6 per share for the fiscal year ending June 30, 2024, which is an increase of ¥3 from the forecast of ¥3 per share announced on June 21, 2024. The Company plans to submit a proposal on this matter to the 15th ordinary general meeting of shareholders scheduled in September 2024.