

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 Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 6, 2025

Company name: ECONACH HOLDINGS CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 3521 URL <https://www.econach.co.jp/>
 Representative: Representative Director and President Ryuta Suzuki
 Inquiries: Accounting Department Manager Yoshiyuki Nomura TEL 03-6418-4391
 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 nine months ended December 31, 2024 (from April 1, 2024 to December 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 December 31, 2024	1,503	7.6	251	129.2	248	135.4	154	304.7
Nine months ended December 31, 2023	1,396	35.0	109	–	105	–	38	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2024	5.84		–	
Nine months ended December 31, 2023	1.44		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	5,973	4,882	81.7
As of March 31, 2024	6,008	4,728	78.7

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 March 31, 2024	–	–	–	0.00	0.00
Year ending March 31, 2025	–	–	–	–	–
Year ending March 31, 2025 (Forecast)	–	–	–	0.00	0.00

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 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
Full year	1,900	0.4	240	27.3	235	28.2	130	35.1	4.91

4. Notes

- (1) Significant changes in the scope of consolidation during the nine months ended December 31, 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 December 31, 2024	26,466,366 shares	As of March 31, 2024	26,466,366 shares
-------------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of December 31, 2024	13,483 shares	As of March 31, 2024	12,083 shares
-------------------------	---------------	----------------------	---------------

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

Nine months ended December 31, 2024	26,453,666 shares	Nine months ended December 31, 2023	26,457,534 shares
-------------------------------------	-------------------	-------------------------------------	-------------------

Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	1,228,015	1,388,052
Accounts receivable - trade	94,063	105,144
Merchandise	1,758	3,289
Raw materials and supplies	1,349	4,127
Other	19,858	5,394
Allowance for doubtful accounts	(2,499)	(1,184)
Total current assets	1,342,547	1,504,824
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,447,027	2,264,896
Machinery, equipment and vehicles, net	41,204	34,652
Tools, furniture and fixtures, net	87,697	78,479
Land	1,834,794	1,834,794
Total property, plant and equipment	4,410,722	4,212,822
Intangible assets		
Leasehold interests in land	83,445	83,445
Software	4,081	4,550
Telephone subscription right	1,528	1,528
Total intangible assets	89,056	89,524
Investments and other assets		
Investment securities	600	600
Other	168,139	166,058
Allowance for doubtful accounts	(2,197)	(685)
Total investments and other assets	166,541	165,973
Total non-current assets	4,666,320	4,468,319
Total assets	6,008,867	5,973,144

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	36,514	43,900
Current portion of long-term borrowings	193,622	188,730
Accounts payable - other	96,294	55,974
Income taxes payable	57,855	36,979
Contract liabilities	10,147	12,978
Advances received	6,207	6,663
Provision for bonuses	5,593	2,649
Provision for shareholder benefit program	1,948	1,008
Other	84,528	77,594
Total current liabilities	492,712	426,479
Non-current liabilities		
Long-term borrowings	600,670	471,516
Deferred tax liabilities	10,288	14,479
Deferred tax liabilities for land revaluation	10,052	10,052
Asset retirement obligations	162,530	163,871
Long-term deposits received	4,223	3,945
Total non-current liabilities	787,765	663,865
Total liabilities	1,280,478	1,090,344
Net assets		
Shareholders' equity		
Share capital	100,000	100,000
Capital surplus	4,235,309	4,235,309
Retained earnings	376,820	531,402
Treasury shares	(2,750)	(2,921)
Total shareholders' equity	4,709,379	4,863,789
Accumulated other comprehensive income		
Revaluation reserve for land	19,010	19,010
Total accumulated other comprehensive income	19,010	19,010
Total net assets	4,728,389	4,882,799
Total liabilities and net assets	6,008,867	5,973,144

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	1,396,451	1,503,024
Cost of sales	1,176,524	1,128,234
Gross profit	219,926	374,790
Selling, general and administrative expenses	110,348	123,659
Operating profit	109,578	251,130
Non-operating income		
Interest income	5	95
Commission income	786	813
Rental income from non-current assets	384	420
Subsidy income	416	–
Compensation income	340	973
Other	1,794	1,332
Total non-operating income	3,726	3,635
Non-operating expenses		
Interest expenses	7,102	6,126
Other	576	44
Total non-operating expenses	7,679	6,171
Ordinary profit	105,625	248,594
Profit before income taxes	105,625	248,594
Income taxes - current	69,561	89,822
Income taxes - deferred	(2,130)	4,191
Total income taxes	67,430	94,013
Profit	38,195	154,581
Profit attributable to owners of parent	38,195	154,581

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	38,195	154,581
Comprehensive income	38,195	154,581
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	38,195	154,581
Comprehensive income attributable to non-controlling interests	—	—