

This document contains a financial summary and financial statements translated from the original Japanese version, for convenience only.



## Consolidated Financial Results for the Second Quarter of Fiscal Year 2021 [IFRS]

November 11, 2021

Company name: ENEOS Holdings, Inc. Stock Exchange Listings: Tokyo and Nagoya  
 Code number: 5020 URL: <https://www.hd.eneos.co.jp/>  
 Representative: Ota Katsuyuki Representative Director, President  
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 Telephone: +81-3-6257-7075  
 Scheduled date of filing of Quarterly Securities Report: November 12, 2021  
 Scheduled date of commencement of dividend payments: December 6, 2021  
 Supplemental materials for the quarterly financial results: Yes  
 Quarterly financial results presentation: Yes (for institutional investors and analysts)

(Amounts of less than 1 million yen are rounded off.)

### 1. Consolidated Results for the Second Quarter of FY2021 (From April 1, 2021 to September 30, 2021)

(1) Operating Results (Percentage figures represent changes from same period in the previous fiscal year.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of the parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2Q of FY2021	4,731,408	40.7	337,827	280.0	328,198	325.6	211,365	480.1	272,481	732.3
2Q of FY2020	3,362,321	(33.6)	88,904	(32.1)	77,113	(34.6)	36,433	(48.7)	32,737	(1.7)

	Basic profit per share	Diluted profit per share
	Yen	Yen
2Q of FY2021	65.83	65.67
2Q of FY2020	11.33	11.32

(2) Financial Position

	Total assets	Total equity	Total equity attributable to owners of the parent	Equity ratio attributable to owners of the parent
	Millions of yen	Millions of yen	Millions of yen	%
2Q of FY2021	8,579,184	2,971,040	2,530,714	29.5
FY2020	8,058,818	2,752,568	2,325,108	28.9

### 2. Dividends

	Annual cash dividends per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Year-End	Total
	Yen	Yen	Yen	Yen	Yen
FY2020	-	11.00	-	11.00	22.00
FY2021	-	11.00	-	-	-
FY2021 (Forecast)	-	-	-	11.00	22.00

Note: Revision to the most recent dividend forecast: No

### 3. Forecasts of Consolidated Results for Fiscal Year 2021 (From April 1, 2021 to March 31, 2022)

(Percentage figures are changes from the amount for the corresponding period in the previous fiscal year.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of the parent		Basic profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
FY2021	10,300,000	34.5	470,000	84.9	450,000	94.9	280,000	145.6	87.19

Note: Revision to the most recent consolidated earnings forecast: Yes

Regarding the revisions to the forecasts of consolidated results, please refer to “Notification of Revisions to the Forecasts of Consolidated Results for the Fiscal Year 2021” announced today.

Average number of shares issued during the period that forms the basis for the calculation of basic profit per share specified above is calculated with the number of issued shares (excluding treasury stock) as of September 30, 2021.

As for the forecasts of operating profit excluding inventory valuation factors\*, please see the following.

Operating profit excluding inventory valuation factors:

Forecasts for FY2021: 310,000 million yen (percentage change from the previous fiscal year: 43.9%)  
(Reference) Actual results for FY2020: 215,500 million yen

(\* ) The impact of inventory valuation on the cost of sales by using the weighted-average method and by writing down the book value.

## Explanatory Notes

- (1) Changes in the number of material subsidiaries during the term under review: None  
Note: This item indicates whether there were changes in specified subsidiaries involving a change in the scope of consolidation.
- (2) Changes in accounting policies and in accounting estimates
- (i) Changes in accounting policies required by the IFRS: None
  - (ii) Changes in accounting policies other than (i) above: None
  - (iii) Changes in accounting estimates: None
- (3) Number of shares issued (Common stock)
- (i) Number of issued shares at the end of the period (including treasury stock)

Second Quarter of FY2021 ended September 30, 2021:	3,230,282,649 shares
FY2020 ended March 31, 2021:	3,230,282,649 shares
  - (ii) Number of shares of treasury stock at the end of the period

Second Quarter of FY2021 ended September 30, 2021:	19,033,373 shares
FY2020 ended March 31, 2021:	19,626,899 shares
  - (iii) Average number of shares issued during the period

Second Quarter of FY2021 ended September 30, 2021:	3,210,976,645 shares
Second Quarter of FY2020 ended September 30, 2020:	3,215,873,029 shares
- This report is not subject to quarterly review procedures conducted by certified public accountants or an audit corporation.
  - Explanation regarding appropriate use of forward-looking statements on results, and other specific comments (Note on Statements Regarding Prospective Matters)  
This material contains forward-looking statements; however, actual results may differ materially from those reflected in such forward-looking statements, due to various factors, including the following:  
(1) changes in macroeconomic conditions and changes in the competitive environment in the energy, resources and materials industries; (2) the impact of COVID-19 on economic activity; (3) revisions to laws and strengthening of regulations; and (4) litigation and other similar risks.
  - Changes from the previous fiscal year (or corresponding period in the previous fiscal year) are not presented (“-”) if either or both of the fiscal year (or period) under review and the previous fiscal year (or corresponding period) are negative, or if the percentage change is 1,000% or greater.

## Summary of Quarterly Consolidated Financial Statements and Major Explanatory Notes Thereto

### (1) Summary of Quarterly Consolidated Statements of Financial Position

(Millions of yen)

	FY2020 (As of March 31, 2021)	2Q of FY2021 (As of September 30, 2021)
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	417,724	369,430
Trade and other receivables	1,129,421	1,200,969
Inventories	1,295,576	1,717,551
Other financial assets	50,530	79,585
Other current assets	141,626	163,233
Sub total	3,034,877	3,530,768
Assets held for sale	4,727	-
Total current assets	3,039,604	3,530,768
Non-current assets		
Property, plant and equipment	3,551,070	3,532,144
Goodwill	181,507	181,713
Intangible assets	342,391	337,375
Investments accounted for using the equity method	445,304	473,516
Other financial assets	386,295	416,102
Other non-current assets	10,080	11,962
Deferred tax assets	102,567	95,604
Total non-current assets	5,019,214	5,048,416
TOTAL ASSETS	8,058,818	8,579,184

(Millions of yen)

	FY2020 (As of March 31, 2021)	2Q of FY2021 (As of September 30, 2021)
<b>LIABILITIES</b>		
Current liabilities		
Trade and other payables	1,583,199	1,603,099
Bonds and borrowings	616,567	603,162
Income taxes payable	26,186	72,224
Lease liabilities	71,756	67,439
Other financial liabilities	28,808	36,832
Provisions	18,693	15,523
Other current liabilities	329,697	331,912
Total current liabilities	2,674,906	2,730,191
Non-current liabilities		
Bonds and borrowings	1,420,333	1,678,153
Liabilities for retirement benefits	242,269	232,714
Lease liabilities	428,666	410,714
Other financial liabilities	34,120	36,532
Provisions	175,634	177,170
Other non-current liabilities	53,272	56,595
Deferred tax liabilities	277,050	286,075
Total non-current liabilities	2,631,344	2,877,953
Total liabilities	5,306,250	5,608,144
<b>EQUITY</b>		
Common stock	100,000	100,000
Capital surplus	1,066,459	1,067,049
Retained earnings	1,042,416	1,223,111
Treasury stock	(8,793)	(8,541)
Other components of equity	125,026	149,095
Total equity attributable to owners of the parent	2,325,108	2,530,714
Non-controlling interests	427,460	440,326
Total equity	2,752,568	2,971,040
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>8,058,818</b>	<b>8,579,184</b>

**(2) Summary of Quarterly Consolidated Statements of Profit or Loss  
and Summary of Quarterly Consolidated Statements of Comprehensive Income or Loss**  
(Summary of Quarterly Consolidated Statements of Profit or Loss)

(Millions of yen)

	2Q of FY2020 (From April 1, 2020 to September 30, 2020)	2Q of FY2021 (From April 1, 2021 to September 30, 2021)
Revenue	3,362,321	4,731,408
Cost of sales	2,894,073	4,034,127
Gross profit	468,248	697,281
Selling, general and administrative expenses	379,759	405,774
Share of profit of investments accounted for using the equity method	24,293	37,662
Other operating income	22,174	25,969
Other operating expenses	46,052	17,311
Operating profit	88,904	337,827
Finance income	2,665	2,511
Finance costs	14,456	12,140
Profit before tax	77,113	328,198
Income tax expense	25,874	92,361
Profit	51,239	235,837
Profit attributable to:		
Owners of the parent	36,433	211,365
Non-controlling interests	14,806	24,472
Profit	51,239	235,837
		(Yen)
Basic profit per share	11.33	65.83
Diluted profit per share	11.32	65.67

## (Summary of Quarterly Consolidated Statements of Comprehensive Income or Loss)

(Millions of yen)

	2Q of FY2020 (From April 1, 2020 to September 30, 2020)	2Q of FY2021 (From April 1, 2021 to September 30, 2021)
Profit	51,239	235,837
Other comprehensive income (loss), net of tax		
Items that will not be reclassified to profit or loss		
Changes in fair value of financial assets measured at fair value through other comprehensive income (loss)	4,077	14,408
Remeasurement gains on defined benefit plans	5,823	4,497
Shares of other comprehensive income (loss) of investments accounted for using the equity method	41	74
Total	9,941	18,979
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign operations	(17,388)	7,870
Changes in fair value of cash flow hedges	(3,318)	5,881
Shares of other comprehensive income (loss) of investments accounted for using the equity method	(7,737)	3,914
Total	(28,443)	17,665
Other comprehensive income (loss), net of tax	(18,502)	36,644
Total comprehensive income	32,737	272,481
Comprehensive income attributable to:		
Owners of the parent	19,599	242,951
Non-controlling interests	13,138	29,530
Total comprehensive income	32,737	272,481

### (3) Summary of Quarterly Consolidated Statements of Changes in Equity

Second Quarter of FY2020 (April 1, 2020 – September 30, 2020)

(Millions of Yen)

	Common stock	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Changes in fair value of financial assets measured at fair value through other comprehensive income (loss)	Changes in fair value of cash flow hedges
Balance as of April 1, 2020	100,000	1,138,884	982,786	(6,003)	76,129	(2,794)
Profit	-	-	36,433	-	-	-
Other comprehensive income (loss)	-	-	-	-	2,797	(3,428)
Total comprehensive income (loss)	-	-	36,433	-	2,797	(3,428)
Purchase of treasury stock	-	-	-	(3,035)	-	-
Disposal of treasury stock	-	(263)	-	263	-	-
Cash dividends	-	-	(35,437)	-	-	-
Share-based payment transactions	-	195	-	-	-	-
Equity transactions with non-controlling interests, etc.	-	(13,668)	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	6,462	-	(371)	-
Transfer from other components of equity to non-financial assets	-	-	-	-	-	461
Other	-	(614)	-	-	-	-
Total transactions with owners	-	(14,350)	(28,975)	(2,772)	(371)	461
Balance as of September 30, 2020	100,000	1,124,534	990,244	(8,775)	78,555	(5,761)

	Other components of equity			Total equity attributable to owners of the parent	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Remeasurement losses (gains) on defined benefit plans	Total			
Balance as of April 1, 2020	22,044	-	95,379	2,311,046	396,862	2,707,908
Profit	-	-	-	36,433	14,806	51,239
Other comprehensive income (loss)	(22,294)	6,091	(16,834)	(16,834)	(1,668)	(18,502)
Total comprehensive income (loss)	(22,294)	6,091	(16,834)	19,599	13,138	32,737
Purchase of treasury stock	-	-	-	(3,035)	-	(3,035)
Disposal of treasury stock	-	-	-	-	-	-
Cash dividends	-	-	-	(35,437)	(11,823)	(47,260)
Share-based payment transactions	-	-	-	195	-	195
Equity transactions with non-controlling interests, etc.	-	-	-	(13,668)	(2,290)	(15,958)
Transfer from other components of equity to retained earnings	-	(6,091)	(6,462)	-	-	-
Transfer from other components of equity to non-financial assets	-	-	461	461	771	1,232
Other	-	-	-	(614)	170	(444)
Total transactions with owners	-	(6,091)	(6,001)	(52,098)	(13,172)	(65,270)
Balance as of September 30, 2020	(250)	-	72,544	2,278,547	396,828	2,675,375



Second Quarter of FY2021 (April 1, 2021 – September 30, 2021)

(Millions of Yen)

	Common stock	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Changes in fair value of financial assets measured at fair value through other comprehensive income (loss)	Changes in fair value of cash flow hedges
Balance as of April 1, 2021	100,000	1,066,459	1,042,416	(8,793)	93,184	(6,851)
Profit	-	-	211,365	-	-	-
Other comprehensive income (loss)	-	-	-	-	13,335	2,314
Total comprehensive income (loss)	-	-	211,365	-	13,335	2,314
Purchase of treasury stock	-	-	-	(33)	-	-
Disposal of treasury stock	-	(285)	-	285	-	-
Cash dividends	-	-	(35,363)	-	-	-
Share-based payment transactions	-	354	-	-	-	-
Equity transactions with non-controlling interests, etc.	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	4,693	-	(119)	-
Transfer from other components of equity to non-financial assets	-	-	-	-	-	(2,824)
Other	-	521	-	-	-	-
Total transactions with owners	-	590	(30,670)	252	(119)	(2,824)
Balance as of September 30, 2021	100,000	1,067,049	1,223,111	(8,541)	106,400	(7,361)

	Other components of equity			Total equity attributable to owners of the parent	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Remeasurement losses (gains) on defined benefit plans	Total			
Balance as of April 1, 2021	38,693	-	125,026	2,325,108	427,460	2,752,568
Profit	-	-	-	211,365	24,472	235,837
Other comprehensive income (loss)	11,363	4,574	31,586	31,586	5,058	36,644
Total comprehensive income (loss)	11,363	4,574	31,586	242,951	29,530	272,481
Purchase of treasury stock	-	-	-	(33)	-	(33)
Disposal of treasury stock	-	-	-	0	-	0
Cash dividends	-	-	-	(35,363)	(14,690)	(50,053)
Share-based payment transactions	-	-	-	354	-	354
Equity transactions with non-controlling interests, etc.	-	-	-	-	(65)	(65)
Transfer from other components of equity to retained earnings	-	(4,574)	(4,693)	-	-	-
Transfer from other components of equity to non-financial assets	-	-	(2,824)	(2,824)	(3,820)	(6,644)
Other	-	-	-	521	1,911	2,432
Total transactions with owners	-	(4,574)	(7,517)	(37,345)	(16,664)	(54,009)
Balance as of September 30, 2021	50,056	-	149,095	2,530,714	440,326	2,971,040

#### (4) Explanatory Notes to the Summary of Quarterly Consolidated Financial Statements

(Notes on the Assumption of a Going Concern)

None

(Segment Information)

I. Second Quarter of FY2020 (April 1, 2020 – September 30, 2020)

Information on Revenue, Profit or Loss and Other Items from Each Reporting Segment

(Millions of yen)

	Energy	Oil and natural gas E&P	Metals	Total reporting segments	Other	Adjustments (Note 3)	Recorded amount on consolidated financial statements
Revenue							
Revenue from external customers	2,606,047	47,168	494,023	3,147,238	215,083	-	3,362,321
Inter-segment revenue or transfers (Note 1)	1,831	-	954	2,785	20,247	(23,032)	-
Total	2,607,878	47,168	494,977	3,150,023	235,330	(23,032)	3,362,321
Segment profit (loss) (Note 2)	20,088	1,543	36,940	58,571	26,626	3,707	88,904
Finance income							2,665
Finance costs							14,456
Profit before tax							77,113

- (Notes)
1. Inter-reporting segment revenue or transfers are based on actual market prices.
  2. Segment profit (loss) is stated as operating profit in the summary of the quarterly consolidated statements of profit or loss.
  3. The segment profit (loss) adjustment of 3,707 million yen includes the net amount of 4,657 million yen, which is the income and expenses of the entire Company not allocated to the reporting segments or the "Other" category.

II. Second Quarter of FY2021 (April 1, 2021 – September 30, 2021)

Information on Revenue, Profit or Loss and Other Items from Each Reporting Segment

(Millions of yen)

	Energy	Oil and natural gas E&P	Metals	Total reporting segments	Other	Adjustments (Note 3)	Recorded amount on consolidated financial statements
Revenue							
Revenue from external customers	3,789,540	95,553	637,724	4,522,817	208,591	-	4,731,408
Inter-segment revenue or transfers (Note 1)	1,911	-	852	2,763	17,685	(20,448)	-
Total	3,791,451	95,553	638,576	4,525,580	226,276	(20,448)	4,731,408
Segment profit (loss) (Note 2)	196,462	38,783	78,717	313,962	20,055	3,810	337,827
Finance income							2,511
Finance costs							12,140
Profit before tax							328,198

- (Notes)
1. Inter-reporting segment revenue or transfers are based on actual market prices.
  2. Segment profit (loss) is stated as operating profit in the summary of the quarterly consolidated statements of profit or loss.
  3. The segment profit (loss) adjustment of 3,810 million yen includes the net amount of 2,558 million yen, which is the income and expenses of the entire Company not allocated to the reporting segments or the "Other" category.

(Business Restructuring, Etc.)

On September 7, 2021, the Company concluded a master agreement regarding a tender offer for Group subsidiary NIPPO Corporation (hereinafter NIPPO), a subsidiary belonging to the Group's Other Business, with GK Nogizaka Holdings and Aether Holdings GK (hereinafter, both companies referred to as GSSPC) in which The Goldman Sachs Group, Inc. indirectly owns all of the shares.

In addition, based on said master agreement, the Company, GSSPC and Roadmap Holdings GK (hereinafter Roadmap) established by GSSPC, will cooperate and acquire all shares of NIPPO (however, excludes treasury stock owned by NIPPO and NIPPO shares owned by the Company), with the aim of taking NIPPO private, and the tender offer by Roadmap is scheduled to begin in November 2021.

For details, please refer to our news release "Notice Concerning Execution of Master Agreement Regarding Tender Offer for Subsidiary's Shares and Other Transactions" dated September 7, 2021.

(Important Subsequent Events)

ENEOS Corporation (hereinafter, ENEOS), a subsidiary in the Energy segment, announced on October 11, 2021 that it concluded an agreement to acquire the entire issued shares of Japan Renewable Energy Corporation (hereinafter JRE), one of the leading renewable energy companies in Japan, in which GS Renewable Holdings GK (an affiliate of The Goldman Sachs Group, Inc. owns 75%, and an affiliate of GIC Private Limited owns 25%) owns all of the shares for roughly 200 billion yen. Following the Transaction, JRE will be a wholly-owned subsidiary of the Company (acquisition date of late January 2022 (planned)).

ENEOS aims to become a leading renewable energy company in Japan by combining JRE's development capabilities in the renewable energy business with expertise that ENEOS has accumulated as an energy company.

For details, please refer to our news release "Acquisition of Shares of Japan Renewable Energy Corporation (Change in Sub-subsidiary)" dated October 11, 2021.