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February 10, 2023

Consolidated Financial Results for the Fiscal Year Ended December 31, 2022 (Under Japanese GAAP)

Company name: ENECHANGE Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 4169
 URL: <https://enechange.co.jp/>
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 Ippei Arita, Representative Director and COO, CTO
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 Scheduled date of annual general meeting of shareholders: March 30, 2023
 Scheduled date to commence dividend payments: –
 Scheduled date to file annual report: March 30, 2023
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended December 31, 2022 (from January 1, 2022 to December 31, 2022)

(1) Consolidated operating results

(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	%
Fiscal year ended								
December 31, 2022	3,734	23.7	(1,121)	–	(1,156)	–	(1,315)	–
December 31, 2021	3,018	76.2	40	(23.3)	(2)	–	(85)	–

Note: Comprehensive income For the fiscal year ended December 31, 2022: JPY(1,251) million [–%]
 For the fiscal year ended December 31, 2021: JPY(156) million [–%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ordinary profit/total assets	Operating profit/net sales
Fiscal year ended	Yen	Yen	%	%	%
December 31, 2022	(44.01)	–	(31.5)	(17.1)	(30.0)
December 31, 2021	(3.25)	–	(3.0)	(0.1)	1.4

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended December 31, 2022: JPY(9) million
 For the fiscal year ended December 31, 2021: JPY(3) million

Note: The Company conducted a stock split of common shares at a ratio of 2-for-1 on April 1, 2021, and a stock split of common shares at a ratio of 2-for-1 on January 1, 2022. Basic earnings per share and diluted earnings per share are calculated on the assumption that the said stock splits had been conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2022	6,769	3,549	52.3	117.77
December 31, 2021	6,949	4,813	69.2	163.09

Reference: Equity

As of December 31, 2022: JPY3,542million

As of December 31, 2021: JPY4,805million

Note: The Company conducted a stock split of common shares at a ratio of 2-for-1 on April 1, 2021, and a stock split of common shares at a ratio of 2-for-1 on January 1, 2022. Net assets per share is calculated on the assumption that the said stock splits had been conducted at the beginning of the previous fiscal year.

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
December 31, 2022	(1,944)	(1,595)	994	3,067
December 31, 2021	481	(552)	4,302	5,571

2. Cash dividends

	Annual dividends					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended December 31, 2021	–	0.00	–	0.00	0.00	–	–	–
Fiscal year ended December 31, 2022	–	0.00	–	0.00	0.00	–	–	–
Fiscal year ending December 31, 2023 (Forecast)	–	–	–	–	–		–	

Note: The Company's Articles of Incorporation stipulate that the record dates for dividend fall on the last day of the second quarter and the last day of the fiscal year. At present, the forecast for dividends with these record dates has yet to be determined.

3. Consolidated earnings forecasts for the fiscal year ending December 31, 2023 (from January 1, 2023 to December 31, 2023)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending December 31, 2023	5,250	40.6	–	–	(900)	–	–	–	–

Note: The Group's long-term focus is to increase corporate value by maximizing free cash flows and its medium-term focus is on sales growth. The Group aims to achieve net sales of 10 Billion yen in the fiscal year ending December 31, 2027 with average annual growth rate of 30% in sales in the fiscal year ending December 31, 2020 and beyond. For the fiscal year ending December 31, 2023, the Group targets a 40% growth rate in sales compared to the previous fiscal year and plans to make aggressive growth investments in the EV charging business, which is expected to result in a current account deficit. For details, please refer to "1. Summary of Business Results, (4) Future Outlook" on page 4 of the attached document.

*** Notes**

- (1) Changes in specified subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Application of special accounting for preparing quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2022	30,076,640 shares
As of December 31, 2021	29,466,380 shares

(ii) Number of treasury shares at the end of the period

As of December 31, 2022	128 shares
As of December 31, 2021	86 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended December 31, 2022	29,879,922 shares
Fiscal year ended December 31, 2021	26,297,469 shares

Note: The Company conducted a stock split of common shares at a ratio of 2-for-1 on April 1, 2021, and a stock split of common shares at the ratio of 2-for-1 on January 1, 2022. The “Total number of issued shares at the end of the period,” the “Number of treasury shares at the end of the period” and the “Average number of shares outstanding during the period” are calculated on the assumption that the said stock splits had been conducted at the beginning of the previous fiscal year.

(Reference)

1. Non-Consolidated financial results for the fiscal year ended December 31, 2022 (from January 1, 2022 to December 31, 2022)

(1) results

Non-Consolidated operating
(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2022	3,354	18.1	(1,187)	—	(1,139)	—	(1,153)	—
December 31, 2021	2,840	88.7	44	132.7	(29)	—	(112)	—

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
December 31, 2022	(38.62)	—
December 31, 2021	(4.26)	—

Note: The Company conducted a stock split of common shares at a ratio of 2-for-1 on April 1, 2021, and a stock split of common shares at a ratio of 2-for-1 on January 1, 2022. Basic earnings per share and diluted earnings per share are calculated on the assumption that the said stock splits had been conducted at the beginning of the previous fiscal year.

(2) Non-Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
December 31, 2022	6,849	3,630	52.9	120.60
December 31, 2021	6,989	4,913	70.2	166.46

Reference: Equity
As of December 31, 2022: JPY3,623million
As of December 31, 2021: JPY4,904 million

Note: The Company conducted a stock split of common shares at a ratio of 2-for-1 on April 1, 2021, and a stock split of common shares at a ratio of 2-for-1 on January 1, 2022. Net assets per share is calculated on the assumption that the said stock splits had been conducted at the beginning of the previous fiscal year.

* These Consolidated Financial Results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters:

Forward-looking statements, including the consolidated forecasts stated in these materials, are based on information currently available to the Company and certain assumptions deemed reasonable. Consequently, any statements herein do not constitute assurances regarding actual results by the Company. Actual business and other results may differ substantially due to various factors.

Consolidated financial statements and significant notes**(1) Consolidated balance sheet**

(Thousands of yen)

	As of December 31, 2021	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	5,571,870	3,067,058
Accounts receivable - trade	435,264	—
Accounts receivable Trade and Contract Assets	—	441,503
Merchandise and finished goods	—	122,908
Advance payments to suppliers	1,346	424,773
Accounts receivable - other	12,839	233,419
Other	61,420	252,517
Allowance for doubtful accounts	△6,258	△4,386
Total current assets	6,076,483	4,537,795
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,153	11,675
Tools, furniture and fixtures, net	12,157	36,979
Leased assets, net	—	24,333
Construction in progress	—	31,764
Total property, plant and equipment	18,311	104,752
Intangible assets		
Software	118,335	72,701
Goodwill	368,775	702,039
Other	38,441	33,787
Total intangible assets	525,552	808,528
Investments and other assets		
Investment securities	299,120	1,126,590
Guarantee deposits	29,890	191,876
Other	12,065	8,817
Allowance for doubtful accounts	△12,065	△8,817
Total investments and other assets	329,010	1,318,466
Total non-current assets	872,874	2,231,747
Total assets	6,949,357	6,769,542

(Thousands of yen)

	As of December 31, 2021	As of December 31, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	13,015	41,043
Short-term borrowings	9,900	674,900
Current portion of long-term borrowings	49,992	67,992
Accounts payable - other	325,066	532,625
Income taxes payable	124,008	—
Advances received	7,158	70,431
Provision for sales promotion expenses	505,506	449,057
Other	150,242	135,859
Total current liabilities	1,184,889	1,971,909
Non-current liabilities		
Long-term borrowings	950,008	1,211,849
Other	597	36,309
Total non-current liabilities	950,605	1,248,158
Total liabilities	2,135,494	3,220,068
Net assets		
Shareholders' equity		
Share capital	3,036,055	3,061,665
Capital surplus	2,904,222	2,930,526
Retained earnings	△1,059,241	△2,438,533
Treasury shares	△108	△163
Total shareholders' equity	4,880,929	3,553,495
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	△82,704	△208,127
Foreign currency translation adjustment	7,522	196,744
Total accumulated other comprehensive income	△75,182	△11,383
Share acquisition rights	8,116	7,361
Total net assets	4,813,863	3,549,473
Total liabilities and net assets	6,949,357	6,769,542

(2) Consolidated statement of income and consolidated statement of comprehensive income**Consolidated statement of income**

(Thousands of yen)

	Fiscal year ended December 31, 2021	Fiscal year ended December 31, 2022
Net sales	3,018,003	3,734,068
Cost of sales	435,922	798,344
Gross profit	2,582,080	2,935,723
Selling, general and administrative expenses	2,541,205	4,057,427
Operating profit (loss)	40,875	△1,121,703
Non-operating income		
Interest income	13	36
Commission income	252	479
Gain from expired gift vouchers etc	10,111	6,069
Foreign exchange gains	13,298	8,043
Share of profit of entities accounted for using equity method	3,612	9,034
Gain on donation of Subsidy income	—	194,593
Other	982	2,229
Total non-operating income	28,271	220,485
Non-operating expenses		
Interest expenses	15,996	21,933
Share issuance costs	23,070	442
Commission expenses	30,851	35,262
Loss on tax purpose reduction entry of non-current assets	—	194,518
Other	1,629	3,289
Total non-operating expenses	71,547	255,445
Ordinary loss	△2,400	△1,156,664
Extraordinary income		
Gain on sale of non-current assets	—	493
Gain on change in equity	—	3,208
Total extraordinary income	—	3,701
Extraordinary losses		
Loss on retirement of non-current assets	—	1,346
Impairment losses	—	63,403
Settlement payments	—	11,469
Total extraordinary losses	—	76,219
Loss before income taxes	△2,400	△1,229,182
Income taxes - current	83,014	76,891
Income taxes - deferred	171	8,986
Total income taxes	83,186	85,878
Loss	△85,586	△1,315,060
Loss attributable to owners of parent	△85,586	△1,315,060

Consolidated statement of comprehensive income

(Thousands of yen)

	Fiscal year ended December 31, 2021	Fiscal year ended December 31, 2022
Loss	△85,586	△1,315,060
Other comprehensive income		
Valuation difference on available-for-sale securities	—	31,500
Foreign currency translation adjustment	△2,347	41,371
Share of other comprehensive income of entities accounted for using equity method	△68,515	△9,073
Total other comprehensive income	△70,863	63,798
Comprehensive income	△156,450	△1,251,261
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	△156,450	△1,251,261

(3) Consolidated statement of changes in equity

Fiscal year ended December 31, 2021

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	906,802	906,792	△973,654	—	839,939
Changes during period					
Issuance of new shares	2,129,253	2,129,253			4,258,507
Loss attributable to owners of parent			△85,586		△85,586
Purchase of treasury shares				△108	△108
Purchase of shares of consolidated subsidiaries		△131,823			△131,823
Net changes in items other than shareholders' equity					
Total changes during period	2,129,253	1,997,430	△85,586	△108	4,040,989
Balance at end of period	3,036,055	2,904,222	△1,059,241	△108	4,880,929

	Accumulated other comprehensive income			Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	—	△1,725	△1,725	14,250	852,464
Changes during period					
Issuance of new shares					4,258,507
Loss attributable to owners of parent					△85,586
Purchase of treasury shares					△108
Purchase of shares of consolidated subsidiaries					△131,823
Net changes in items other than shareholders' equity	△82,704	9,248	△73,456	△6,133	△79,590
Total changes during period	△82,704	9,248	△73,456	△6,133	3,961,398
Balance at end of period	△82,704	7,522	△75,182	8,116	4,813,863

Fiscal year ended December 31, 2022

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	3,036,055	2,904,222	△1,059,241	△108	4,880,929
Cumulative effects of changes in accounting policies	—	—	△64,231	—	△64,231
Restated balance	3,036,055	2,904,222	△1,123,472	△108	4,816,697
Changes during period					
Issuance of new shares	25,609	25,609			51,219
Loss attributable to owners of parent			△1,315,060		△1,315,060
Purchase of treasury shares				△54	△54
Increase and decrease in other capital surplus		694			694
Net changes in items other than shareholders' equity					
Total changes during period	25,609	26,303	△1,315,060	△54	△1,263,201
Balance at end of period	3,061,665	2,930,526	△2,438,533	△163	3,553,495

	Accumulated other comprehensive income			Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	△82,704	7,522	△75,182	8,116	4,813,863
Cumulative effects of changes in accounting policies	—	—	—	—	△64,231
Restated balance	△82,704	7,522	△75,182	8,116	4,749,631
Changes during period					
Issuance of new shares					51,219
Loss attributable to owners of parent					△1,315,060
Purchase of treasury shares					△54
Increase and decrease in other capital surplus					694
Net changes in items other than shareholders' equity	△125,422	189,221	63,798	△754	63,044
Total changes during period	△125,422	189,221	63,798	△754	△1,200,157
Balance at end of period	△208,127	196,744	△11,383	7,361	3,549,473

(4) Consolidated statement of cash flows

(Thousands of yen)

	Fiscal year ended December 31, 2021	Fiscal year ended December 31, 2022
Cash flows from operating activities		
Loss before income taxes	△2,400	△1,229,182
Depreciation	57,907	54,792
Amortization of goodwill	8,994	66,274
Impairment losses	—	63,403
Interest expenses	15,996	21,933
Foreign exchange losses (gains)	△16,098	8,043
Gain on donation of Subsidy income	—	△194,593
Loss on tax purpose reduction entry of non-current assets	—	194,518
Gain from expired gift vouchers etc	△10,111	△6,069
Share of loss (profit) of entities accounted for using equity method	△3,612	△9,034
Loss (gain) on change in equity	—	△3,208
Settlement payments	—	△11,469
Share issuance costs	23,070	—
Increase (decrease) in allowance for doubtful accounts	17,820	△1,872
Increase (decrease) in provision for sales promotion expenses	442,524	△50,379
Decrease (increase) in guarantee deposits	—	△130,000
Decrease (increase) in trade receivables	△166,293	182,905
Decrease (increase) in advance payments to suppliers	△1,020	△423,427
Decrease (increase) in inventories	—	△123,438
Increase (decrease) in trade payables	5,611	28,028
Increase (decrease) in accounts payable - other	120,117	202,066
Increase (decrease) in advances received	6,117	△957
Decrease (increase) in other assets	△32,419	△401,957
Increase (decrease) in other liabilities	33,731	△18,357
Other, net	△13	△17,755
Subtotal	499,921	△1,799,734
Interest and dividend income	13	37
Interest paid	△16,005	△21,211
Income taxes paid	△2,236	△124,008
Net cash provided by (used in) operating activities	481,692	△1,944,918
Cash flows from investing activities		
Purchase of property, plant and equipment	△11,267	△322,965
Purchase of intangible assets	△64,917	△52,170
Purchase of investment securities	△573,267	△814,829
Proceeds from sale of investment securities	—	35,391
Proceeds of redemption of investment securities	386,734	—
Payments of guarantee deposits	△15,000	△32,041
Purchase of shares of subsidiaries resulting in change in scope of consolidation	△276,507	△81,414
Payments for acquisition of businesses	—	△300,000
Other, net	1,277	△27,390
Net cash provided by (used in) investing activities	△552,946	△1,595,422

(Thousands of yen)

	Fiscal year ended December 31, 2021	Fiscal year ended December 31, 2022
Cash flows from financing activities		
Proceeds from short-term borrowings	—	665,000
Proceeds from long-term borrowings	250,000	340,000
Repayments of long-term borrowings	△44,508	△60,159
Proceeds from issuance of shares	3,923,243	50,464
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	△131,823	—
Proceeds from issuance of shares resulting from exercise of share acquisition rights	306,059	—
Other, net	—	△1,146
Net cash provided by (used in) financing activities	4,302,971	994,158
Effect of exchange rate change on cash and cash equivalents	5,702	41,369
Net increase (decrease) in cash and cash equivalents	4,237,421	△2,504,812
Cash and cash equivalents at beginning of period	1,334,449	5,571,870
Cash and cash equivalents at end of period	5,571,870	3,067,058

(5) Notes to consolidated financial statements**Notes on premise of going concern**

Not applicable.

Segment information, etc.Segment information

1. Description of reportable segments

The reportable segments are components of the Group for which discrete financial information is available and whose operating results are reviewed periodically by the Board of Directors to determine the allocation of management resources and evaluate the segments' operating performance.

The Group has three reportable segments: the Energy Platform Business, which supports general consumers in making an optimal choice regarding electricity, gas, etc. in the deregulated energy market; the Energy Data Business, which provides cloud solutions to electricity/gas companies in the field of digitalization; and the EV-Charging Business, which provides a package of services from installation to operation of EV charging facilities.

The Energy Platform Business operates Enechange and Enechange Biz; the Energy Data Business provides cloud services for electricity and gas companies, including Enchange cloud marketing and Enchange cloud DR, and provides JEF, a service that optimizes the operational efficiency of renewable energy power plants under operation and manages funds using the Group's electric power data analysis technology; and the EV-Charging Business provides EV charging services under the brand name "ENECHANGE EV Charge" for a monthly fee

2. Method of calculating net sales, profit (loss), assets, liabilities, and other items for each reportable segment

The accounting method used for the reported operating segments is largely the same as that used for preparation of the consolidated financial statements. Segment profit is based on operating profit.

3. Disclosure of net sales, profit (loss), assets, liabilities, and other items for each reportable segment

Fiscal year ended December 31, 2021

(Thousands of yen)

	Reportable segments			Reconciling items (Note) 1	Per consolidated financial statements (Note) 2
	Energy Platform Business	Energy Data Business	Total		
Net sales					
Revenues from external customers	2,215,384	802,618	3,018,003	–	3,018,003
Transactions with other segments	–	–	–	–	–
Total	2,215,384	802,618	3,018,003	–	3,018,003
Segment profit (loss)	319,489	180,905	500,395	(459,519)	40,875
Other items					
Depreciation	1,083	43,113	44,197	13,650	57,848
Impairment loss	–	–	–	–	–
Amortization of goodwill	8,994	–	8,994	–	8,994

- Notes: 1. Reconciling items for segment profit (loss) of negative (459,519) thousand yen and for depreciation of 13,650 thousand yen are the amounts of corporate expenses not allocated to any reportable segments, consisting primarily of general and administrative expenses not attributable to any reportable segments.
2. Segment profit (loss) is adjusted with operating profit in the consolidated statement of income.
3. Segment assets and liabilities are not shown, as the Group does not take them into account in determining the allocation of management resources and evaluating the segments' operating performance. However, related expenses are allocated to each reportable segment based on reasonable criteria.

Fiscal year ended December 31, 2022

(Thousands of yen)

	Reportable segments				Reconciling items (Note) 1	Per quarterly consolidated financial statements (Note) 2
	Energy Platform	Energy Data	EV-Charging Service	Reportable segments		
Sales						
Goods or services that are transferred at a point in time	1,719,939	163,518	187,132	2,070,591	–	2,070,591
Goods or services that are transferred over a certain period of time	855,357	805,876	2,242	1,663,476	–	1,663,476
Revenue from contracts with customers	2,575,297	969,395	189,375	3,734,068	–	3,734,068
Other income	–	–	–	–	–	–
Revenues from external customers	2,575,297	969,395	189,375	3,734,068	–	3,734,068
Transactions with other segments	–	–	–	–	–	–
Net sales	2,575,297	969,395	189,375	3,734,068	–	3,734,068
Operating profit (loss)	226,567	163,766	(784,491)	(394,158)	(727,545)	(1,121,703)
Other items						
Depreciation	768	36,811	1,290	38,870	15,921	54,792
Impairment loss	–	63,403	–	63,403	–	63,403
Amortization of goodwill	–	598,282	–	598,282	–	598,282

- Notes: 1. Reconciling items for segment profit (loss) of negative (727,545) thousand yen and for depreciation of 15,921 thousand yen are the amounts of corporate expenses not allocated to any reportable segments, consisting primarily of general and administrative expenses not attributable to any reportable segments.
2. Segment profit (loss) is adjusted with operating profit in the consolidated statement of income.

3. Segment assets and liabilities are not shown, as the Group does not take them into account in determining the allocation of management resources and evaluating the segments' operating performance. However, related expenses are allocated to each reportable segment based on reasonable criteria.

Related information

Fiscal year ended December 31, 2021

1. Information for each product or service

This information is omitted because the same information is presented in segment information.

2. Information for each region

(1) Net sales

This information is omitted because revenues from external customers in Japan account for more than 90% of net sales reported in the consolidated statement of income.

(2) Property, plant and equipment

This information is omitted because the amount of property, plant and equipment located in Japan accounts for more than 90% of total property, plant and equipment reported in the consolidated balance sheet.

3. Information for each of main customers

(Thousands of yen)

Name of customer or individual	Net sales	Related segment name
LPIO Co., Ltd.	584,223	Energy Platform Business
Mitsuuroko Green Energy Co., Ltd.	381,855	Energy Platform Business Energy Data Business

Fiscal year ended December 31, 2022

1. Information for each product or service

This information is omitted because the same information is presented in segment information.

2. Information for each region

(1) Net sales

This information is omitted because revenues from external customers in Japan account for more than 90% of net sales reported in the consolidated statement of income.

(2) Property, plant and equipment

This information is omitted because the amount of property, plant and equipment located in Japan accounts for more than 90% of total property, plant and equipment reported in the consolidated balance sheet.

3. Information for each of main customers

Not applicable.

Disclosure of impairment loss on non-current assets for each reportable segment

Fiscal year ended December 31, 2021

Not applicable.

Fiscal year ended December 31, 2022

(Thousands of yen)

	Energy Platform Business	Energy Data Business	EV-Charging Service	Corporate and elimination	Total
impairment loss	-	63,403	-		63,403

Amortization and unamortized balance of goodwill for each reportable segment

Fiscal year ended December 31, 2021

	Energy Platform Business	Energy Data Business	Corporate and elimination	Total
Amortization during period	8,994	-	-	8,994
Balance at end of period	368,775	-	-	368,775

Fiscal year ended December 31, 2022

(Thousands of yen)

	Energy Platform Business	Energy Data Business	EV-Charging Service	Corporate and elimination	Total
Amortization during period	60,068	-	6,205	-	66,274
Balance at end of period	410,358	-	291,681	-	702,039

Information about gain on bargain purchase for each reportable segment

Not applicable.

Per share information

(Yen)

	Fiscal year ended December 31, 2021	Fiscal year ended December 31, 2022
Net assets per share	163.09	117.774
Basic loss per share	(3.25)	(44.01)

- Notes: 1. Diluted earnings per share is not stated because although potential shares exist, basic loss per share was recorded.
2. The Company conducted stock splits of common shares at a ratio of 3-for-1 on September 17, 2020 and at a ratio of 2-for-1 on January 1, 2022. "Basic earnings per share" is calculated on the assumption that the stock split had been conducted at the beginning of the previous fiscal year.
3. Basis for calculation of basic loss per share is as follows:

	Fiscal year ended December 31, 2021	Fiscal year ended December 31, 2022
Loss attributable to owners of parent (Thousands of yen)	(85,586)	(1,315,060)
Amounts not attributable to common shareholders (Thousands of yen)	–	–
Loss attributable to owners of parent related to common shares (Thousands of yen)	(85,586)	(1,315,060)
Average number of common shares outstanding during the period (Shares)	26,297,469	29,879,922
Overview of dilutive shares that are not included in the calculation of diluted earnings per share as they have no dilutive effects	<p>Share options resolved at the extraordinary general meeting of shareholders held on October 31, 2015 (1st Share Acquisition Rights) Common shares: 15,600 shares Total number of share acquisition rights: 1,300 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on December 22, 2016 (2nd Share Acquisition Rights) Common shares: 61,572 shares Total number of share acquisition rights: 5,131 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on December 21, 2017 (4th Share Acquisition Rights) Common shares: 266,496 shares Total number of share acquisition rights: 22,208 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on February 2, 2018 (5th Share Acquisition Rights) Common shares: 19,968 shares Total number of share acquisition rights: 1,664 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on September 10, 2018 (6th Share Acquisition Rights)</p>	<p>Share options resolved at the extraordinary general meeting of shareholders held on October 31, 2015 (1st Share Acquisition Rights) Common shares: 15,600 shares Total number of share acquisition rights: 1,300 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on December 22, 2016 (2nd Share Acquisition Rights) Common shares: 14,676 shares Total number of share acquisition rights: 1,223 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on December 21, 2017 (4th Share Acquisition Rights) Common shares: 48,948 shares Total number of share acquisition rights: 4,079 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on February 2, 2018 (5th Share Acquisition Rights) Common shares: 1,512 shares Total number of share acquisition rights: 126 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on September 10, 2018 (6th Share Acquisition Rights)</p>

	Fiscal year ended December 31, 2021	Fiscal year ended December 31, 2022
	<p>Common shares: 1,344,000 shares</p> <p>Total number of share acquisition rights: 112,000 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on September 10, 2018 (7th Share Acquisition Rights) Common shares: 2,263,188 shares Total number of share acquisition rights: 188,599 units</p>	<p>Common shares: 1,344,000 shares Total number of share acquisition rights: 112,000 units</p> <p>Share options resolved at the extraordinary general meeting of shareholders held on September 10, 2018 (7th Share Acquisition Rights) Common shares: 1,910,496 shares Total number of share acquisition rights: 159,208 units</p>