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## Consolidated Financial Results for the Three Months Ended December 31, 2023 [Japanese GAAP]

February 13, 2024

Company name: Japan Ecosystem Co., Ltd.

Stock exchange listing: Tokyo, Nagoya

Code number: 9249

URL: <https://www.jp-eco.co.jp/>

Representative: Minoru Matsushima

President

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Director in charge of the Management Division

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Scheduled date of filing quarterly securities report: February 13, 2024

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down.)

### 1. Consolidated Financial Results for the Three Months Ended December 31, 2023 (October 1, 2023 to December 31, 2023)

#### (1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended December 31, 2023	1,884	4.7	78	(66.9)	94	(60.1)	60	(87.7)
December 31, 2022	1,799	0.6	237	3.9	237	(10.6)	489	225.5

(Note) Comprehensive income: Three months ended December 31, 2023: ¥ 58 million [ (88.1)%]  
Three months ended December 31, 2022: ¥ 495 million [ 241.9%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended December 31, 2023	22.34	22.02
December 31, 2022	181.43	178.80

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	8,441	4,506	52.6
September 30, 2023	8,373	4,538	53.2

(Reference) Equity: As of December 31, 2023: ¥ 4,440 million  
As of September 30, 2023: ¥ 4,456 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended September 30, 2023	-	25.00	-	26.00	51.00
Fiscal year ending September 30, 2024	-				
Fiscal year ending September 30, 2024 (Forecast)		26.00	-	26.00	52.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending September 30, 2024 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending September 30, 2024(October 1, 2023 to September 30, 2024)

(% indicates changes from the previous corresponding period.)

	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
Full year	9,133	20.5	806	26.8	839	22.5	552	(36.8)	204.85

(Note) Revision to the financial results forecast announced most recently: No

\* Notes:

(1) Changes in significant subsidiaries during the three months ended December 31, 2023

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New	-	(Company name:	)
Exclusion:	-	(Company name:	)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

December 31, 2023: 2,697,600 shares

September 30, 2023: 2,697,600 shares

2) Number of treasury shares at the end of the period:

December 31, 2023: - shares

September 30, 2023: - shares

3) Average number of shares outstanding during the period:

Three months ended December 31, 2023: 2,697,600 shares

Three months ended December 31, 2022: 2,695,400 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of September 30, 2023	As of December 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	2,070,500	1,936,793
Electronically recorded monetary claims - operating	101,395	31,905
Notes and accounts receivable - trade, and contract assets	1,054,946	1,196,925
Securities	-	29,994
Inventories	389,526	418,202
Other	208,089	99,517
Total current assets	3,824,457	3,713,337
Non-current assets		
Property, plant and equipment		
Buildings and structures	2,065,180	2,226,913
Machinery, equipment and vehicles	1,790,986	1,806,908
Tools, furniture and fixtures	877,807	914,349
Land	1,684,288	1,773,338
Other	323,432	251,094
Accumulated depreciation	(2,984,147)	(3,006,308)
Total property, plant and equipment	3,757,547	3,966,295
Intangible assets	189,626	174,049
Investments and other assets	600,641	586,913
Total non-current assets	4,547,816	4,727,258
Deferred assets	1,470	1,348
<b>Total assets</b>	<b>8,373,744</b>	<b>8,441,944</b>

(Thousands of yen)

	As of September 30, 2023	As of December 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	300,800	348,993
Electronically recorded obligations - operating	56,826	9,028
Short-term borrowings	310,000	755,000
Current portion of bonds payable	62,000	57,000
Current portion of long-term borrowings	481,775	450,658
Provision for bonuses	20,901	60,557
Income taxes payable	257,123	54,548
Other	889,120	834,064
Total current liabilities	2,378,548	2,569,851
Non-current liabilities		
Bonds payable	115,000	115,000
Long-term borrowings	1,080,867	984,389
Retirement benefit liability	57,804	54,973
Asset retirement obligations	98,152	98,270
Other	104,990	112,534
Total non-current liabilities	1,456,813	1,365,168
Total liabilities	3,835,361	3,935,019
Net assets		
Shareholders' equity		
Share capital	762,266	762,266
Capital surplus	673,377	673,377
Retained earnings	3,002,038	2,992,160
Total shareholders' equity	4,437,682	4,427,804
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	19,198	13,139
Total accumulated other comprehensive income	19,198	13,139
Share acquisition rights	1,361	1,361
Non-controlling interests	80,140	64,620
Total net assets	4,538,382	4,506,925
Total liabilities and net assets	8,373,744	8,441,944

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the three months)

(Thousands of yen)

	For the three months ended December 31, 2022	For the three months ended December 31, 2023
Net sales	1,799,569	1,884,780
Cost of sales	1,223,495	1,391,768
Gross profit	576,074	493,011
Selling, general and administrative expenses	338,747	414,546
Operating profit	237,326	78,464
Non-operating income		
Subsidy income	1,483	2,041
Gain on adjustment of accounts payable	-	8,563
Other	2,350	8,861
Total non-operating income	3,833	19,467
Non-operating expenses		
Interest expenses	1,920	2,633
Loss on investments in silent partnerships	1,560	-
Other	210	579
Total non-operating expenses	3,692	3,213
Ordinary profit	237,468	94,719
Extraordinary income		
Gain on sale of non-current assets	428,136	-
Gain on bargain purchase	39,661	-
Total extraordinary income	467,798	-
Profit before income taxes	705,266	94,719
Income taxes	213,044	29,979
Profit	492,221	64,739
Profit attributable to non-controlling interests	3,203	4,479
Profit attributable to owners of parent	489,018	60,259

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Thousands of yen)

	For the three months ended December 31, 2022	For the three months ended December 31, 2023
Profit	492,221	64,739
Other comprehensive income		
Valuation difference on available-for-sale securities	2,897	(6,059)
Total other comprehensive income	2,897	(6,059)
Comprehensive income	495,119	58,680
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	491,915	54,200
Comprehensive income attributable to non-controlling interests	3,203	4,479