

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



Consolidated Financial Results for the Third Quarter of Fiscal Year 2023 [IFRS]

February 9, 2024

Company name: ENEOS Holdings, Inc. Stock Exchange Listings: Tokyo and Nagoya
 Code number: 5020 URL: <https://www.hd.eneos.co.jp/>
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 Scheduled date of filing of Quarterly Securities Report: February 9, 2024
 Scheduled date of commencement of dividend payments: –
 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 Third Quarter of FY2023 (From April 1, 2023 to December 31, 2023)

(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	%
3Q of FY2023	10,245,315	(9.6)	386,319	54.7	371,792	59.7	206,766	115.3	312,893	74.8
3Q of FY2022	11,335,131	48.5	249,762	(52.9)	232,838	(54.8)	96,045	(71.1)	179,034	(58.8)

	Basic profit per share	Diluted profit per share
	Yen	Yen
3Q of FY2023	68.59	68.44
3Q of FY2022	30.87	30.80

(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	%
3Q of FY2023	10,334,461	3,514,704	3,066,517	29.7
FY2022	9,954,517	3,287,578	2,859,832	28.7

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
FY2022	–	11.00	–	11.00	22.00
FY2023	–	11.00	–		
FY2023 (Forecast)				11.00	22.00

Note: Revision to the most recent dividend forecast: No

3. Forecasts of Consolidated Results for Fiscal Year 2023 (From April 1, 2023 to March 31, 2024)

(Percentage figures represent changes from 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
FY2023	14,000,000	(6.8)	420,000	49.3	400,000	55.4	240,000	66.9	79.61

Note: Revision to the most recent consolidated earnings forecast: No

The forecasts of consolidated results for the full fiscal year of 2023 remain unchanged from the previous forecasts announced on November 8, 2023.

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 December 31, 2023.

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

Operating profit excluding inventory valuation factors:

Forecast for FY2023: 370,000 million yen (percentage change from the previous fiscal year: 50.1%)

(Reference) Actual results for FY2022: 246,517 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: Yes
Note: This item indicates whether there were changes in specified subsidiaries involving a change in the scope of consolidation.
Excluded: SCM Minera Lumina Copper Chile
- (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)

Third Quarter of FY2023 ended December 31, 2023:	3,032,850,649 shares
FY2022 ended March 31, 2023:	3,032,850,649 shares
 - (ii) Number of shares of treasury stock at the end of the period

Third Quarter of FY2023 ended December 31, 2023:	18,165,652 shares
FY2022 ended March 31, 2023:	18,280,020 shares
 - (iii) Average number of shares issued during the period

Third Quarter of FY2023 ended December 31, 2023:	3,014,700,785 shares
Third Quarter of FY2022 ended December 31, 2022:	3,110,986,134 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) revisions to laws and strengthening of regulations; and (3) 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)

	FY2022 (As of March 31, 2023)	3Q of FY2023 (As of December 31, 2023)
ASSETS		
Current assets		
Cash and cash equivalents	311,517	448,323
Trade and other receivables	1,609,526	1,669,648
Inventories	2,153,569	2,055,314
Other financial assets	102,524	164,902
Other current assets	444,056	197,203
Sub total	4,621,192	4,535,390
Assets held for sale	266,516	445,102
Total current assets	4,887,708	4,980,492
Non-current assets		
Property, plant and equipment	3,431,358	3,526,309
Goodwill	256,457	258,178
Intangible assets	516,944	499,235
Investments accounted for using the equity method	431,948	574,176
Other financial assets	332,437	382,353
Other non-current assets	30,367	30,811
Deferred tax assets	67,298	82,907
Total non-current assets	5,066,809	5,353,969
TOTAL ASSETS	9,954,517	10,334,461

(Millions of yen)

	FY2022 (As of March 31, 2023)	3Q of FY2023 (As of December 31, 2023)
LIABILITIES		
Current liabilities		
Trade and other payables	1,852,664	1,938,357
Bonds and borrowings	1,060,002	975,110
Income taxes payable	43,514	80,420
Lease liabilities	67,923	71,489
Other financial liabilities	28,592	21,309
Provisions	16,159	10,292
Other current liabilities	311,277	279,696
Sub total	3,380,131	3,376,673
Liabilities directly associated with assets held for sale	87,590	231,598
Total current liabilities	3,467,721	3,608,271
Non-current liabilities		
Bonds and borrowings	2,049,399	2,038,892
Liabilities for retirement benefits	209,405	189,143
Lease liabilities	383,210	373,860
Other financial liabilities	37,750	53,635
Provisions	114,239	131,245
Other non-current liabilities	47,095	52,285
Deferred tax liabilities	358,120	372,426
Total non-current liabilities	3,199,218	3,211,486
Total liabilities	6,666,939	6,819,757
EQUITY		
Common stock	100,000	100,000
Capital surplus	932,432	932,367
Retained earnings	1,635,585	1,791,960
Treasury stock	(8,311)	(8,315)
Other components of equity	200,126	250,505
Total equity attributable to owners of the parent	2,859,832	3,066,517
Non-controlling interests	427,746	448,187
Total equity	3,287,578	3,514,704
TOTAL LIABILITIES AND EQUITY	9,954,517	10,334,461

**(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)

	3Q of FY2022 (From April 1, 2022 to December 31, 2022)	3Q of FY2023 (From April 1, 2023 to December 31, 2023)
Revenue	11,335,131	10,245,315
Cost of sales	10,441,206	9,255,595
Gross profit	893,925	989,720
Selling, general and administrative expenses	703,696	701,937
Share of profit of investments accounted for using the equity method	57,174	58,410
Other operating income	60,523	102,996
Other operating expenses	58,164	62,870
Operating profit	249,762	386,319
Finance income	12,956	18,975
Finance costs	29,880	33,502
Profit before tax	232,838	371,792
Income tax expense	89,246	125,219
Profit	143,592	246,573
Profit attributable to:		
Owners of the parent	96,045	206,766
Non-controlling interests	47,547	39,807
Profit	143,592	246,573
		(Yen)
Basic profit per share	30.87	68.59
Diluted profit per share	30.80	68.44

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

(Millions of yen)

	3Q of FY2022 (From April 1, 2022 to December 31, 2022)	3Q of FY2023 (From April 1, 2023 to December 31, 2023)
Profit	143,592	246,573
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)	(40,969)	22,954
Remeasurement gains (losses) on defined benefit plans	(7,046)	8,632
Shares of other comprehensive income of investments accounted for using the equity method	1,349	162
Total	(46,666)	31,748
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign operations	56,263	38,180
Changes in fair value of cash flow hedges	9,211	(11,673)
Shares of other comprehensive income of investments accounted for using the equity method	16,634	8,065
Total	82,108	34,572
Other comprehensive income, net of tax	35,442	66,320
Total comprehensive income	179,034	312,893
Comprehensive income attributable to:		
Owners of the parent	124,942	260,994
Non-controlling interests	54,092	51,899
Total comprehensive income	179,034	312,893

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

Third Quarter of FY2022 (April 1, 2022 – December 31, 2022)

(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, 2022	100,000	1,049,093	1,517,733	(8,557)	142,660	(21,982)
Profit	–	–	96,045	–	–	–
Other comprehensive income (loss)	–	–	–	–	(36,982)	11,431
Total comprehensive income (loss)	–	–	96,045	–	(36,982)	11,431
Purchase of treasury stock	–	–	–	(100,045)	–	–
Disposal of treasury stock	–	(374)	–	374	–	–
Cash dividends	–	–	(69,159)	–	–	–
Share-based payment transactions	–	269	–	–	–	–
Equity transactions with non-controlling interests, etc.	–	(15,507)	–	–	(9,791)	–
Transfer from other components of equity to retained earnings	–	–	21,544	–	(28,672)	–
Transfer from other components of equity to non-financial assets	–	–	–	–	–	15,356
Changes due to business combination	–	–	–	–	–	–
Other	–	1,022	–	–	–	–
Total transactions with owners	–	(14,590)	(47,615)	(99,671)	(38,463)	15,356
Balance as of December 31, 2022	100,000	1,034,503	1,566,163	(108,228)	67,215	4,805

	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, 2022	81,850	–	202,528	2,860,797	373,282	3,234,079
Profit	–	–	–	96,045	47,547	143,592
Other comprehensive income (loss)	61,576	(7,128)	28,897	28,897	6,545	35,442
Total comprehensive income (loss)	61,576	(7,128)	28,897	124,942	54,092	179,034
Purchase of treasury stock	–	–	–	(100,045)	–	(100,045)
Disposal of treasury stock	–	–	–	0	–	0
Cash dividends	–	–	–	(69,159)	(11,071)	(80,230)
Share-based payment transactions	–	–	–	269	–	269
Equity transactions with non-controlling interests, etc.	–	–	(9,791)	(25,298)	(8,705)	(34,003)
Transfer from other components of equity to retained earnings	–	7,128	(21,544)	–	–	–
Transfer from other components of equity to non-financial assets	–	–	15,356	15,356	8,355	23,711
Changes due to business combination	–	–	–	–	3,392	3,392
Other	–	–	–	1,022	(2,250)	(1,228)
Total transactions with owners	–	7,128	(15,979)	(177,855)	(10,279)	(188,134)
Balance as of December 31, 2022	143,426	–	215,446	2,807,884	417,095	3,224,979

Third Quarter of FY2023 (April 1, 2023 – December 31, 2023)

(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, 2023	100,000	932,432	1,635,585	(8,311)	59,597	(411)
Profit	–	–	206,766	–	–	–
Other comprehensive income (loss)	–	–	–	–	16,259	(7,434)
Total comprehensive income (loss)	–	–	206,766	–	16,259	(7,434)
Purchase of treasury stock	–	–	–	(292)	–	–
Disposal of treasury stock	–	(288)	–	288	–	–
Cash dividends	–	–	(66,418)	–	–	–
Share-based payment transactions	–	442	–	–	–	–
Equity transactions with non-controlling interests, etc.	–	695	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	16,027	–	(7,321)	–
Transfer from other components of equity to non-financial assets	–	–	–	–	–	12,178
Changes due to business combination	–	–	–	–	–	–
Other	–	(914)	–	–	–	–
Total transactions with owners	–	(65)	(50,391)	(4)	(7,321)	12,178
Balance as of December 31, 2023	100,000	932,367	1,791,960	(8,315)	68,535	4,333

	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, 2023	140,940	–	200,126	2,859,832	427,746	3,287,578
Profit	–	–	–	206,766	39,807	246,573
Other comprehensive income (loss)	36,697	8,706	54,228	54,228	12,092	66,320
Total comprehensive income (loss)	36,697	8,706	54,228	260,994	51,899	312,893
Purchase of treasury stock	–	–	–	(292)	–	(292)
Disposal of treasury stock	–	–	–	0	–	0
Cash dividends	–	–	–	(66,418)	(39,517)	(105,935)
Share-based payment transactions	–	–	–	442	–	442
Equity transactions with non-controlling interests, etc.	–	–	–	695	(4)	691
Transfer from other components of equity to retained earnings	–	(8,706)	(16,027)	–	–	–
Transfer from other components of equity to non-financial assets	–	–	12,178	12,178	6,572	18,750
Changes due to business combination	–	–	–	–	932	932
Other	–	–	–	(914)	559	(355)
Total transactions with owners	–	(8,706)	(3,849)	(54,309)	(31,458)	(85,767)
Balance as of December 31, 2023	177,637	–	250,505	3,066,517	448,187	3,514,704

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

(Notes on the Assumption of a Going Concern)

None

(Segment Information)

I. Third Quarter of FY2022 (April 1, 2022 – December 31, 2022)

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 4)	Recorded amount on consolidated financial statements
Revenue							
Revenue from external customers (Note 1)	9,617,511	155,565	1,215,006	10,988,082	347,049	–	11,335,131
Inter-segment revenue or transfers (Note 2)	3,567	205	1,270	5,042	31,017	(36,059)	–
Total	9,621,078	155,770	1,216,276	10,993,124	378,066	(36,059)	11,335,131
Segment profit (loss) (Note 3)	2,103	95,596	116,874	214,573	34,116	1,073	249,762
Finance income							12,956
Finance costs							29,880
Profit before tax							232,838

- (Notes)
1. Revenue from external customers includes income generated from contracts with customers as well as income generated from other sources.
 2. Inter-reporting segment revenue or transfers are based on actual market prices.
 3. Segment profit (loss) is stated as operating profit in the summary of the quarterly consolidated statements of profit or loss.
 4. The segment profit (loss) adjustment of 1,073 million yen includes the net amount of 4,635 million yen, which is the income and expenses of the entire Company not allocated to the reporting segments or the “Other” category.

II. Third Quarter of FY2023 (April 1, 2023 – December 31, 2023)

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 4)	Recorded amount on consolidated financial statements
Revenue							
Revenue from external customers (Note 1)	8,642,266	151,212	1,121,806	9,915,284	330,031	–	10,245,315
Inter-segment revenue or transfers (Note 2)	3,181	222	606	4,009	28,370	(32,379)	–
Total	8,645,447	151,434	1,122,412	9,919,293	358,401	(32,379)	10,245,315
Segment profit (loss) (Note 3)	210,964	77,490	80,251	368,705	27,773	(10,159)	386,319
Finance income							18,975
Finance costs							33,502
Profit before tax							371,792

- (Notes)
1. Revenue from external customers includes income generated from contracts with customers as well as income generated from other sources.
 2. Inter-reporting segment revenue or transfers are based on actual market prices.
 3. Segment profit (loss) is stated as operating profit in the summary of the quarterly consolidated statements of profit or loss.
 4. The segment profit (loss) adjustment of (10,159) million yen includes the net amount of (272) million yen, which is the income and expenses of the entire Company not allocated to the reporting segments or the “Other” category.