

# Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended March 31, 2021 (Based on Japanese GAAP)

May 11, 2021

Company name: EF-ON INC.  
 Stock exchange listing: Tokyo  
 Stock code: 9514 URL <http://www.ef-on.co.jp/>  
 Representative: President and Representative Director TOMOTADA SHIMAZAKI  
 Inquiries: Executive Director HISAHITO KOIKE TEL 03-5299-8521  
 Scheduled date to file Quarterly Securities Report: May 11, 2021  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the nine months ended March 31, 2021 (from July 1, 2020 to March 31, 2021)

#### (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 March 31, 2021	9,956	10.2	2,058	(10.8)	1,937	(12.0)	1,347	1.4
Nine months ended March 31, 2020	9,032	8.3	2,308	9.3	2,201	16.3	1,329	(10.0)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended March 31, 2021	62.29	–
Nine months ended March 31, 2020	61.44	61.40

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2021	43,461	16,598	38.2
As of June 30, 2020	39,847	15,434	38.7

### 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 June 30, 2020	–	0.00	–	8.00	8.00
Year ending June 30, 2021	–	0.00	–		
Year ending June 30, 2021 (Forecast)				8.00	8.00

### 3. Forecast of consolidated financial results for the year ending June 30, 2021 (from July 1, 2020 to June 30, 2021)

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	14,500	18.7	3,000	2.5	2,700	(4.5)	2,000	13.8	92.43

#### 4. Notes

- (1) Changes in significant subsidiaries during the nine months ended March 31, 2021  
(changes in specified subsidiaries resulting in the change in scope of consolidation): 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: No
- 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 March 31, 2021	21,638,199 shares	As of June 30, 2020	21,638,199 shares
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Number of treasury shares at the end of the period

As of March 31, 2021	1,580 shares	As of June 30, 2020	– shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended March 31, 2021	21,637,441 shares	Nine months ended March 31, 2020	21,634,676 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of June 30, 2020	As of March 31, 2021
<b>Assets</b>		
Current assets		
Cash and deposits	4,248	4,741
Notes and accounts receivable - trade	1,298	1,143
Supplies	708	854
Consumption taxes receivable	851	19
Other	418	504
Total current assets	7,524	7,264
Non-current assets		
Property, plant and equipment		
Buildings and structures	8,180	8,841
Accumulated depreciation	(1,279)	(1,505)
Buildings and structures, net	6,900	7,335
Machinery, equipment and vehicles	20,404	21,143
Accumulated depreciation	(5,334)	(6,180)
Machinery, equipment and vehicles, net	15,070	14,962
Tools, furniture and fixtures	217	233
Accumulated depreciation	(126)	(146)
Tools, furniture and fixtures, net	91	87
Land	3,127	3,213
Leased assets	985	772
Accumulated depreciation	(818)	(678)
Leased assets, net	166	93
Trees	539	783
Construction in progress	5,777	9,211
Total property, plant and equipment	31,673	35,687
Intangible assets		
Right to use electricity supply facilities	354	336
Other	6	5
Total intangible assets	361	341
Investments and other assets		
Deferred tax assets	196	85
Other	92	81
Total investments and other assets	288	167
Total non-current assets	32,322	36,197
Total assets	39,847	43,461

(Millions of yen)

	As of June 30, 2020	As of March 31, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	948	837
Short-term borrowings	200	700
Current portion of long-term borrowings	1,526	1,701
Accounts payable - other	293	586
Current portion of long-term accounts payable-other	153	94
Lease obligations	103	62
Income taxes payable	197	181
Provision for bonuses	38	72
Provision for maintenance	447	520
Other	149	392
Total current liabilities	4,057	5,149
Non-current liabilities		
Long-term borrowings	20,188	21,594
Long-term accounts payable - other	66	15
Lease obligations	90	45
Deferred tax liabilities	9	57
Total non-current liabilities	20,355	21,713
Total liabilities	24,412	26,862
Net assets		
Shareholders' equity		
Share capital	2,292	2,292
Capital surplus	1,292	1,292
Retained earnings	11,840	13,015
Treasury shares	—	(1)
Total shareholders' equity	15,425	16,598
Share acquisition rights	8	—
Total net assets	15,434	16,598
Total liabilities and net assets	39,847	43,461

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Nine months ended March 31, 2020	Nine months ended March 31, 2021
Net sales	9,032	9,956
Cost of sales	6,224	7,301
Gross profit	2,807	2,654
Selling, general and administrative expenses	499	596
Operating profit	2,308	2,058
Non-operating income		
Interest income	0	0
Insurance claim income	0	—
Gain on sales of scraps	5	2
Subsidy income	3	4
Subsidy income	—	6
Gain on sales of non-current assets	3	—
Other	3	6
Total non-operating income	17	18
Non-operating expenses		
Interest expenses	105	111
Commission expenses	4	4
Loss on retirement of non-current assets	4	2
Other	10	20
Total non-operating expenses	124	139
Ordinary profit	2,201	1,937
Extraordinary income		
Gain on reversal of share acquisition rights	—	8
Total extraordinary income	—	8
Profit before income taxes	2,201	1,946
Income taxes - current	326	441
Income taxes - deferred	545	157
Total income taxes	871	598
Profit	1,329	1,347
Profit attributable to owners of parent	1,329	1,347

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Nine months ended March 31, 2020	Nine months ended March 31, 2021
Profit	1,329	1,347
Other comprehensive income		
Deferred gains or losses on hedges	—	—
Total other comprehensive income	—	—
Comprehensive income	1,329	1,347
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,329	1,347