

# Summary of Consolidated Financial Results for the Six Months Ended November 30, 2024 [Japanese GAAP]

December 27, 2024

Company Name: ERI Holdings Co., Ltd. Stock Exchange Listing: Tokyo  
Securities Code: 6083 URL: <https://www.h-eri.co.jp/>  
Representative: Toshihiko Umano, President, CEO and COO  
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Planned Date for Submission of Quarterly Securities Report: December 27, 2024  
Planned Starting Date for Dividend Payments: January 31, 2025  
Supplementary documents for financial results: Yes  
Financial Results briefing: Yes (for institutional investors and securities analysts)

(Amounts are rounded down to the nearest million yen)

## 1. Consolidated Financial Results for the six months ended November 30, 2024 (June 1, 2024 – November 30, 2024)

### (1) Consolidated Financial Results (Cumulative)

(% indicates year-on-year change)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent	
Six months ended	million yen	%	million yen	%	million yen	%	million yen	%
November 30, 2024	8,976	3.6	565	(32.4)	601	(28.8)	339	(33.0)
November 30, 2023	8,661	3.2	835	(21.4)	843	(21.1)	506	(21.6)

(Note) Comprehensive Income Six months ended November 30, 2024: 339 million yen ( -33.4 %)  
Six months ended November 30, 2023: 510 million yen ( -21.4 %)

	Profit per Share	Diluted Profit per Share
Six months ended	yen	yen
November 30, 2024	44.17	—
November 30, 2023	65.60	—

### (2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio
	million yen	million yen	%
As of November 30, 2024	12,532	5,664	44.9
As of May 31, 2024	11,469	5,776	50.0

(Reference) Shareholders' Equity As of November 30, 2024: 5,625 million yen As of May 31, 2024: 5,734 million yen

## 2. Dividends

	Dividends per Share				
	End of Q1	End of Q2	End of Q3	Fiscal Year End	Annual
	yen	yen	yen	yen	yen
FY 5/2024	—	30.00	—	30.00	60.00
FY 5/2025	—	30.00			
FY 5/2025 (Forecast)			—	30.00	60.00

(Note) Revisions to dividend forecasts published most recently: None

## 3. Consolidated Financial Forecasts for the Fiscal Year Ending May 31, 2025 (June 1, 2024– May 31, 2025)

(% indicates year-on-year change)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent		Profit per Share
	million yen	%	million yen	%	million yen	%	million yen	%	Yen
FY 5/2025	20,500	13.7	2,100	5.5	2,100	4.0	1,300	5.4	165.98

(Note) Revisions to performance forecasts published most recently: None

\* Notes

(1) Changes in significant subsidiaries during the term under review (changes in subsidiaries via share exchange causing a change in the scope of consolidation): Yes

Newly added: 1(Name) Fukuda Hydrologic Center Co., Ltd.

(2) Adoption of accounting treatment unique to the preparation of quarterly consolidated financial statements: None

(3) Accounting policies, changes in accounting estimates and errors

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|--|------|
| (i) Changes in accounting policies associated with the revision of accounting standards, etc.: | Yes  |
| (ii) Changes in accounting policies other than (i):  | None |
| (iii) Changes in accounting estimates:   | None |
| (iv) Restatements:   | None |

(4) Number of shares issued (common stock)

(i) Shares Outstanding (incl. treasury stock):	As of November 30, 2024	7,832,400 shares
	As of May 31, 2024	7,832,400 shares
(ii) Treasury Stock:	As of November 30, 2024	229,646 shares
	As of May 31, 2024	118,746 shares
(iii) Average Number of Shares Outstanding (interim period)	Six months ended November 30, 2024	7,677,899 shares
	Six months ended November 30, 2023	7,713,678 shares

\* “Consolidated Financial Results for the Six Months Ended November 30, 2024” is exempt from review conducted by certified public accountants or an audit corporation.

\* Cautionary statement with respect to forward-looking statements, and other information.

The performance projections in this report are based on information currently available and significantly include uncertainty. Actual result may differ materially from these projections due to various factors.

## Consolidated Financial Statements

### (1) Consolidated Balance Sheet

(Unit: thousand yen)

	At the end of the previous fiscal year (As of May 31, 2024)	At the end of the first half (As of November 30, 2024)
Assets		
Current assets		
Cash and deposits	6,739,441	6,377,296
Accounts receivable-trade and contract assets	1,449,394	1,902,546
Work in process	274,060	309,058
Other	426,005	282,093
Total current assets	8,888,901	8,870,995
Non-current assets		
Property, plant and equipment	945,715	1,383,650
Intangible assets		
Goodwill	319,708	896,273
Other	289,791	310,627
Total intangible assets	609,500	1,206,900
Investments and other assets		
Investment securities	98,304	100,792
Guarantee deposits	519,872	519,859
Deferred tax assets	362,969	406,315
Other	43,945	44,142
Total investments and other assets	1,025,092	1,071,109
Total non-current assets	2,580,307	3,661,660
Total assets	11,469,209	12,532,655

Summary of Financial Results for the six months ended November 30, 2024  
ERI Holdings Co., Ltd. (Securities Code 6083)

(Unit: thousand yen)

	At the end of the previous fiscal year (As of May 31, 2024)	At the end of the first half (As of November 30, 2024)
<b>Liabilities</b>		
Current liabilities		
Short-term borrowings	-	249,914
Current portion of long-term borrowings	546,600	984,144
Accounts payable - other	460,212	392,702
Accrued expenses	942,625	1,036,322
Income taxes payable	476,101	391,510
Contract liabilities	964,939	1,091,275
Lease obligations	12,822	17,026
Other	235,153	316,677
Total current liabilities	3,638,456	4,479,573
Non-current liabilities		
Long-term borrowings	1,645,525	1,569,303
Retirement benefit liability	52,300	171,889
Long-term accounts payable - other	315,226	559,208
Deferred tax liabilities	23,207	4,995
Lease obligations	15,982	31,043
Other	2,045	52,045
Total non-current liabilities	2,054,288	2,388,486
Total liabilities	5,692,744	6,868,060
<b>Net assets</b>		
Shareholders' equity		
Share capital	992,784	992,784
Capital surplus	42,236	42,236
Retained earnings	4,822,813	4,930,569
Treasury shares	(129,039)	(345,294)
Total shareholders' equity	5,728,794	5,620,295
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,046	5,366
Total accumulated other comprehensive income	6,046	5,366
Non-controlling interests	41,622	38,932
Total net assets	5,776,464	5,664,595
<b>Total liabilities and net assets</b>	<b>11,469,209</b>	<b>12,532,655</b>

(2) Consolidated Statements of Income and Comprehensive Income  
Consolidated Statement of Income

(Unit: thousand yen)

	Six months ended November 30, 2023 (From June 1, 2023 to November 30, 2023)	Six months ended November 30, 2024 (From June 1, 2024 to November 30, 2024)
Net sales	8,661,052	8,976,344
Cost of sales	5,749,610	6,134,364
Gross profit	2,911,442	2,841,980
Selling, general and administrative expenses	2,075,806	2,276,920
Operating profit	835,635	565,060
Non-operating income		
Interest income	79	566
Interest on securities	1,709	2,215
Dividend income of insurance	7,584	7,524
Commission income	933	733
Rent revenue	2,028	2,628
Surrender value of insurance policies	7,321	-
Insurance claim income	10,758	22,340
Subsidy income	595	27
Miscellaneous income	7,668	11,053
Total non-operating income	38,680	47,090
Non-operating expenses		
Interest expenses	9,075	9,651
Loss on cancellation of insurance policies	2,044	-
Compensation for damage	18,840	66
Miscellaneous losses	408	1,261
Total non-operating expenses	30,368	10,979
Ordinary profit	843,947	601,171
Extraordinary income		
Gain on sale of investment securities	2,966	-
Gain on bargain purchase	-	23,303
Total extraordinary income	2,966	23,303
Extraordinary losses		
Loss on sale of non-current assets	2,410	1,369
Loss on sale of investment securities	178	-
Retirement benefits for officers	-	1,288
Total extraordinary losses	2,589	2,657
Profit before income taxes	844,324	621,817
Income taxes - current	383,019	321,338
Income taxes - deferred	(47,096)	(42,170)
Total income taxes	335,923	281,168
Profit	508,401	340,649
Profit attributable to non-controlling interests	2,374	1,484
Profit attributable to owners of parent	506,027	339,165

Consolidated Statement of Comprehensive Income

(Unit: thousand yen)

	Six months ended November 30, 2023 (From June 1, 2023 to November 30, 2023)	Six months ended November 30, 2024 (From June 1, 2024 to November 30, 2024)
Profit	508,401	340,649
Other comprehensive income		
Valuation difference on available-for-sale securities	1,716	(681)
Total other comprehensive income	1,716	(681)
Comprehensive income	510,117	339,967
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	507,741	338,484
Comprehensive income attributable to non-controlling interests	2,376	1,483

(3) Consolidated Statements of Cash Flows

(Unit: thousand yen)

	Six months ended November 30, 2023 (From June 1, 2023 to November 30, 2023)	Six months ended November 30, 2024 (From June 1, 2024 to November 30, 2024)
Cash flows from operating activities		
Profit before income taxes	844,324	621,817
Depreciation	110,675	112,769
Amortization of goodwill	42,045	67,990
Interest income	(79)	(566)
Interest income on securities	(1,709)	(2,215)
Interest expenses	9,075	9,651
Loss (gain) on sale of non-current assets	2,410	1,369
Loss (gain) on sale of investment securities	(2,966)	-
Loss (gain) on sale of shares of subsidiaries and associates	-	(23,303)
Compensation for damage	18,840	-
Subsidy income	(595)	(27)
Decrease (increase) in trade receivables and contract assets	81,527	(206,398)
Decrease (increase) in inventories	(10,694)	(19,394)
Increase (decrease) in accounts payable - other	(106,356)	(145,782)
Increase (decrease) in long-term accounts payable - other	(37,757)	(10,017)
Increase (decrease) in accrued expenses	(77,112)	79,902
Increase (decrease) in contract liabilities	44,689	126,897
Increase (decrease) in deposits received	52,816	62,585
Other, net	63,597	(7,336)
Subtotal	1,032,731	667,941
Interest and dividends received	1,882	2,830
Interest paid	(9,139)	(9,296)
Proceeds from subsidy income	595	27
Income taxes (paid) refund	(316,945)	(233,021)
Net cash provided by (used in) operating activities	709,124	428,480
Cash flows from investing activities		
Proceeds from sale of investment securities	44,647	-
Purchase of non-current assets	(102,068)	(99,350)
Proceeds from sale of non-current assets	9,908	100,740
Payments of guarantee deposits	(5,080)	(3,459)
Proceeds from refund of guarantee deposits	-	1,721
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	(117,143)	(818,303)
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	-	(73,243)
Other, net	21,923	(49,020)
Net cash provided by (used in) investing activities	(147,813)	(940,915)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(84,296)	259,914
Proceeds from long-term borrowings	400,000	550,000
Repayments of long-term borrowings	(258,962)	(537,856)
Dividends paid	(308,369)	(231,145)
Dividends paid to non-controlling interests	(3,584)	(4,173)
Purchase of treasury shares	(128)	(216,255)
Other, net	(19,307)	(10,442)
Net cash provided by (used in) financing activities	(274,648)	(189,958)
Net increase (decrease) in cash and cash equivalents	286,663	(702,393)
Cash and cash equivalents at beginning of period	6,279,408	6,653,088
Cash and cash equivalents at end of period	6,566,072	5,950,695