

Disclaimer: This document is an English translation of the original document in Japanese and has been prepared solely for reference purposes. In the event of any discrepancy between this English translation and the original in Japanese, the original shall prevail in all respects.

Summary of Consolidated Financial Results for the Nine Months Ended February 28, 2025 [Japanese GAAP]



April 14, 2025

Company name: Enjin Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 7370
 URL: <https://www.y-enjin.co.jp/>
 Representative: Kohdai Honda, Representative Director and President
 Contact: Yuji Hirata, Executive Officer, and General Manager, Corporate Management Division
 Phone: +81-3-4590-0808
 Scheduled date of commencing dividend payments: –
 Availability of supplementary explanatory materials on quarterly financial results: Available
 Schedule of financial results briefing session: Not scheduled

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

1. Consolidated Financial Results for the Nine Months Ended February 28, 2025 (June 1, 2024–February 28, 2025)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended February 28, 2025	1,986	(15.6)	493	(31.4)	495	(33.9)	299	(41.3)
February 29, 2024	2,355	–	720	–	750	–	511	–

(Note) Comprehensive Income: For the nine months ended February 28, 2025: ¥299 million [(41.4)%]
 For the nine months ended February 29, 2024: ¥511 million [- %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended February 28, 2025	42.67	42.49
February 29, 2024	71.28	70.84

* Due to the adoption of consolidated financial statements since the end of the consolidated fiscal year ended May 31, 2023, the year-on-year changes for the nine months ended February 29, 2024, are not included in this statement.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of February 28, 2025	5,159	4,402	85.1
As of May 31, 2024	5,054	4,357	86.0

(Reference) Equity: As of February 28, 2025: ¥4,394 million
 As of May 31, 2024: ¥4,349 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 May 31, 2024	—	13.00	—	23.80	36.80
Fiscal year ending May 31, 2025	—	13.00	—		
Fiscal year ending May 31, 2025 (Forecast)				25.00	38.00

(Note) Revision to the forecast for dividends announced most recently: None

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

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	2,701	(17.3)	700	(33.0)	711	(34.0)	493	(34.1)	70.00

(Note) Revision to the financial results forecast announced most recently: None

*** Notes:**

(1) Significant changes in the scope of consolidation during the period: None

Newly included: – companies (Company name) –

Excluded: – companies (Company name) –

(2) Accounting methods adopted particularly for the preparation of quarterly financial statements: None

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

1) Changes in accounting policies due to the revision of accounting standards: Yes

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

4) Retrospective restatement: None

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

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

February 28, 2025: 7,280,200 shares

May 31, 2024: 7,268,200 shares

2) Total number of treasury shares at the end of the period:

February 28, 2025: 237,267 shares

May 31, 2024: 272,267 shares

3) Average number of shares during the period (cumulative):

Nine months ended February 28, 2025: 7,023,377 shares

Nine months ended February 29, 2024: 7,172,166 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information available to the Company as of the date of publication of this document and certain assumptions deemed reasonable, and do not represent the Company's commitment that they will be achieved. Actual results may differ significantly due to various factors.

Quarterly Consolidated Financial Statement

(1) Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of May 31, 2024	As of February 28, 2025
Assets		
Current assets		
Cash and deposits	3,538,211	3,642,588
Accounts receivable - trade	78,798	76,456
Inventories	6,857	14,643
Accounts receivable - other	283,140	310,113
Prepaid expenses	90,598	113,894
Other	19,822	33,044
Allowance for doubtful accounts	(28,059)	(32,199)
Total current assets	3,989,370	4,158,541
Non-current assets		
Property, plant and equipment	190,954	169,585
Intangible assets		
Software	35,097	32,843
Customer-related intangible assets	41,142	36,000
Goodwill	59,745	54,766
Other	2,101	-
Total intangible assets	138,087	123,609
Investments and other assets		
Investment securities	383,632	275,294
Deferred tax assets	58,386	41,894
Long-term loans receivable	144,700	247,010
Distressed receivables	23,003	22,913
Other	149,613	143,707
Allowance for doubtful accounts	(23,003)	(22,913)
Total investments and other assets	736,332	707,906
Total non-current assets	1,065,373	1,001,102
Total assets	5,054,743	5,159,644
Liabilities		
Current liabilities		
Accounts payable - trade	37,833	20,485
Accounts payable - other	23,107	38,061
Accrued expenses	71,504	41,541
Income taxes payable	113,197	52
Advances received	355,076	578,868
Provision for bonuses	53,917	17,012
Other	8,197	21,066
Total current liabilities	662,835	717,088
Non-current liabilities		
Deferred tax liabilities	13,647	4,421
Other	20,964	35,865
Total non-current liabilities	34,612	40,287
Total liabilities	697,447	757,375

(Thousand yen)

	As of May 31, 2024	As of February 28, 2025
Net assets		
Shareholders' equity		
Share capital	904,650	905,162
Capital surplus	874,650	850,009
Retained earnings	2,867,609	2,909,270
Treasury shares	(297,498)	(270,058)
Total shareholders' equity	4,349,411	4,394,384
Share acquisition rights	7,884	7,884
Total net assets	4,357,296	4,402,268
Total liabilities and net assets	5,054,743	5,159,644

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Nine Months Ended February 28, 2025

(Thousand yen)

	For the nine months ended February 29, 2024	For the nine months ended February 28, 2025
Net sales	2,355,016	1,986,503
Cost of sales	413,769	355,357
Gross profit	1,923,246	1,631,145
Selling, general and administrative expenses	1,202,394	1,137,279
Operating profit	720,852	493,866
Non-operating income		
Interest income	679	2,859
Dividend income	14	10
Surrender value of insurance policies	7,693	-
Gain on investments in silent partnerships	25,637	13,315
Subsidy income	-	3,915
Other	2,741	562
Total non-operating income	36,766	20,661
Non-operating expenses		
Interest expenses	259	-
Loss on investments in investment partnerships	2,774	11,445
Commission for purchase of treasury shares	1,976	-
Loss on retirement of non-current assets	1,916	5,064
Other	491	2,475
Total non-operating expenses	7,418	18,985
Ordinary profit	750,199	495,542
Extraordinary losses		
Impairment losses	-	25,499
Total Extraordinary losses	-	25,499
Profit before income taxes	750,199	470,043
Income taxes - current	226,613	163,057
Income taxes - deferred	12,376	7,265
Total income taxes	238,989	170,322
Profit	511,210	299,720
Profit attributable to owners of parent	511,210	299,720

Quarterly Consolidated Statements of Comprehensive Income

Nine Months Ended February 28, 2025

(Thousand yen)

	For the nine months ended February 29, 2024	For the nine months ended February 28, 2025
Profit	511,210	299,720
Comprehensive income	511,210	299,720
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	511,210	299,720