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November 14, 2022

## Consolidated Financial Results for the Third Quarter Ended September 30, 2022 (Under Japanese GAAP)

Company name: Renewable Japan Co., Ltd.  
 Listing: Tokyo Stock Exchange  
 Securities code: 9522  
 URL: <https://www.rn-j.com/en/>  
 Representative: Katsuhito Manabe, President and representative director  
 Inquiries: Eishin Ikeda, Corporate Officer and General Manager of Finance and Accounting Division  
 Telephone: +81-3-6670-6644  
 Scheduled date to commence dividend payments: -  
 Scheduled date to file quarterly financial report: November 14, 2022  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Consolidated financial results for the nine months ended September 30, 2022

(from January 1, 2022 to September 30, 2022)

#### (1) Consolidated operating results (cumulative)

(% indicates 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								
September 30, 2022	12,723	11.4	1,027	(39.9)	(1,023)	-	(1,277)	-
September 30, 2021	11,418	-	1,708	-	884	-	566	-

Note: Comprehensive income For the nine months ended September 30, 2022: (1,181) million yen [-%]  
 For the nine months ended September 30, 2021: 637 million yen [-%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
September 30, 2022	(44.19)	-
September 30, 2021	21.96	-

Notes: 1. As the Company has not prepared consolidated financial statements for the nine months ended September 30, 2020, the percentage indicating year-on-year changes for the nine months ended September 30, 2021 is not indicated.  
 2. Diluted earnings per share for the nine months ended September 30, 2021 is not indicated as the Company was not listed and it is thus impossible to grasp its average share price during the period, although potential shares exist.  
 3. Diluted earnings per share for the nine months ended September 30, 2022 is not indicated as basic earnings per share was net loss, although potential shares exist.

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2022	164,145	12,406	5.5
December 31, 2021	119,766	14,097	8.9

Reference: Shareholders' equity  
 As of September 30, 2022: 9,029 million yen  
 As of December 31, 2021: 10,630 million yen

## 2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2021	-	0.00	-	0.00	0.00
Fiscal year ending December 31, 2022	-	0.00	-		
Fiscal year ending December 31, 2022 (Forecast)				0.00	0.00

Note: Changes from the latest released dividend forecasts: None

## 3. Forecast of consolidated financial results for the fiscal year ending December 31, 2022 (from January 1, 2022 to December 31, 2022)

(% indicates year-on-year changes.)

	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	19,000	19.1	2,100	(5.8)	(1,350)	-	(1,650)	-	(57.03)

Note: Changes from the latest released performance forecasts: None

### \* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Newly included: 1 company (Renewable Japan Energy Infrastructure Fund, Inc.)

(2) Application of specific accounting for preparing quarterly consolidated financial statements: None

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of September 30, 2022	29,144,610 shares
As of December 31, 2021	28,420,910 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2022	38 shares
As of December 31, 2021	- shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Nine months ended September 30, 2022	28,903,773 shares
Nine months ended September 30, 2021	25,812,000 shares

\* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters  
(Caution regarding forward-looking statements)

Any statement on the future such as an outlook for financial results included in this material is based on information the Company presently has and certain assumptions the Company considers reasonable, and the Company does not promise such will be achieved. In addition, actual financial results may significantly differ due to various factors.

## Quarterly consolidated financial statements

### (1) Quarterly consolidated balance sheet

(Thousands of yen)

	December 31, 2021	September 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	18,162,485	13,490,050
Accounts receivable-trade and contract assets	1,878,153	2,285,335
Investment securities	3,287,487	3,282,879
Power plant for sale	56,156,088	74,948,210
Power plant for sale (in progress)	19,192,658	6,131,362
Prepaid expenses	4,026,295	3,983,247
Other	4,896,072	3,579,659
Total current assets	107,599,241	107,700,744
Non-current assets		
Property, plant and equipment		
Buildings and structures	3,623,370	3,628,690
Machinery, equipment and vehicles	990,661	47,641,958
Land	2,845,300	3,636,014
Other	348,118	345,591
Accumulated depreciation	(1,129,720)	(8,190,544)
Total tangible assets	6,677,729	47,061,710
Intangible non-current assets		
Goodwill	1,247,164	2,847,563
Other	657,969	2,862,491
Total intangible assets	1,905,133	5,710,055
Investment and other assets	3,583,906	3,673,053
Total non-current assets	12,166,769	56,444,819
Total assets	119,766,011	164,145,564
<b>Liabilities</b>		
Current liabilities		
Accounts payable-trade	1,612,415	222,930
Short-term borrowings	3,969,250	40,631,400
Corporate bonds redeemable within one year	194,000	146,000
Long-term borrowings to be repaid within one year	11,376,850	13,603,854
Non-recourse long-term borrowings to be repaid within one year	4,596,236	4,598,492
Accounts payable	1,392,006	7,723,086
Income taxes payable	364,445	198,613
Provision for bonuses	-	119,799
Allowance for construction cost loss compensation	26,462	5,286
Other	765,240	875,874
Total current liabilities	24,296,907	68,125,338
Non-current liabilities		
Bonds	2,288,000	1,635,000
Long-term borrowings	28,482,816	26,788,606
Non- recourse long-term borrowings	48,497,810	49,956,592
Reserve for repairs	145,404	100,920
Other	1,957,256	5,132,736
Total non-current liabilities	81,371,287	83,613,855
Total liabilities	105,668,195	151,739,194

(Thousands of yen)

	December 31, 2021	September 30, 2022
Net Assets		
Shareholders' equity		
Capital	4,273,310	4,624,901
Capital surplus	4,586,753	3,900,880
Retained earnings	1,744,518	475,043
Treasury stock	-	(59)
Total shareholders' equity	10,604,582	9,000,766
Accumulated other comprehensive income		
Unrealized gains on securities	25,763	-
Foreign currency translation adjustment	-	28,913
Total accumulated other comprehensive income	25,763	28,913
Non-controlling interests	3,467,469	3,376,689
Total net assets	14,097,815	12,406,369
Total liabilities and net assets	119,766,011	164,145,564

Note: All Yen amounts are rounded down to the nearest 1,000 Japanese yen.

(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income  
(Quarterly consolidated statement of income)  
(For the nine months ended September 30, 2022)

(Thousands of yen)

	Nine months ended September 30, 2021	Nine months ended September 30, 2022
Sales	11,418,463	12,723,302
Cost of sales	7,097,653	8,263,162
Gross profit	4,320,809	4,460,140
Selling, general and administrative expenses	2,611,859	3,432,680
Operating profit	1,708,950	1,027,459
Non-operating profit		
Interest income	18,508	1,251
Dividend income	3,723	6,753
Insurance claim income	6,257	80,201
Compensation income	75,157	567
Reversal of provision for loss on liquidation of subsidiaries and associates	32,383	1
Gain on investments in silent partnership	22,303	29,771
Share of profit of entities accounted for using equity method	368	363
Other	7,364	18,364
Total non-operating profit	166,067	137,274
Non-operating expenses		
Interest expenses	769,765	1,160,910
Commission expenses	217,216	973,430
Other	3,979	53,726
Total non-operating expenses	990,961	2,188,068
Ordinary profit (loss)	884,056	(1,023,333)
Extraordinary income		
Gain on sale of investment securities	15,345	-
Gain on Phased Acquisition	-	69,321
Reversal of provision for loss on business liquidation	-	12,527
Other	716	-
Total extraordinary income	16,062	81,848
Extraordinary loss		
Loss on sale and retirement of non-current assets	2,770	1,469
Total extraordinary losses	2,770	1,469
Profit (loss) before income taxes	897,348	(942,954)
Income taxes – current	783,693	577,145
Income taxes – deferred	(519,092)	(335,581)
Total income taxes	264,601	241,564
Profit (loss)	632,746	(1,184,518)
Net profit attributable to non-controlling interests	65,921	92,803
Net profit (loss) attributable to owners of parent	566,825	(1,277,321)

Note: All Yen amounts are rounded down to the nearest 1,000 Japanese yen.

(Quarterly consolidated statement of comprehensive income)  
(For the nine months ended September 30, 2022)

(Thousands of yen)

	Nine months ended September 30, 2021	Nine months ended September 30, 2022
Net profit (loss)	632,746	(1,184,518)
Other comprehensive income		
Valuation difference on available-for-sale securities	5,068	(25,763)
Foreign currency translation adjustment	-	28,913
Total other comprehensive income	5,068	3,150
Comprehensive income	637,815	(1,181,368)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	571,894	(1,274,171)
Comprehensive income attributable to non-controlling interests	65,921	92,803

Note: All Yen amounts are rounded down to the nearest 1,000 Japanese yen.