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May 13, 2024

Consolidated Financial Results for the First Quarter Ended March 31, 2024 (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
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 Telephone: +81-3-6670-6644
 Scheduled date to commence dividend payments: -
 Scheduled date to file quarterly financial report: May 15, 2024
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: No

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

1. Consolidated financial results for the three months ended March 31, 2024

(from January 1, 2024, to March 31, 2024)

(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	%
Three months ended								
March 31, 2024	3,872	(17.3)	355	(58.9)	(174)		(178)	
March 31, 2023	4,683	47.7	865		627		451	

Note: Comprehensive income For the three months ended March 31, 2024: 14 million yen [(97.1%)]
 For the three months ended March 31, 2023: 493 million yen [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
March 31, 2024	(5.98)	-
March 31, 2023	15.47	15.07

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
March 31, 2024	159,317	14,140	6.8
December 31, 2023	159,105	14,129	6.7

Reference: Equity
 As of March 31, 2024: 10,817 million yen
 As of December 31, 2023: 10,717 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, 2023	-	0.00	-	0.00	0.00
Fiscal year ending December 31, 2024	-				
Fiscal year ending December 31, 2024 (Forecast)		0.00	-	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, 2024

(From January 1, 2024, to December 31, 2024)

(% 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	20,540	(38.9)	5,100	42.0	2,520	24.2	1,500	37.8	50.26

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): None
- (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: None
 - (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 March 31, 2024	29,872,610 shares
As of December 31, 2023	29,754,092 shares

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

As of March 31, 2024	88 shares
As of December 31, 2023	88 shares

- (iii) Average number of shares outstanding during the period

As of March 31, 2024	29,843,634 shares
As of March 31, 2023	29,191,675 shares

*Quarterly financial results reports are exempt from review conducted by certified public accountants or audit corporations.

* 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. For information on the conditions on which earnings forecasts are based and precautions to be taken when using earnings forecasts, please refer to Appendix P.3 "1. Overview of Operating Results (3) Future Outlook."

Quarterly Consolidated financial statements.

(1) Quarterly Consolidated balance sheet

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	13,404	10,133
Accounts receivable-trade and contract assets	1,457	1,858
Investment securities	5,012	5,670
Power plants for sale	27,304	26,835
Other	2,816	5,127
Total current assets	49,996	49,625
Non-current assets		
Property, plant and equipment		
Buildings and structures	3,634	3,636
Machinery, equipment and vehicles	85,104	86,555
Land	4,823	5,454
Construction in progress	11,481	10,801
Other	359	376
Accumulated depreciation	(8,390)	(9,804)
Total tangible assets	97,013	97,019
Intangible non-current assets	3,524	3,496
Investments and other assets		
Investment securities	2,099	2,105
Deferred tax assets	2,123	2,202
Long-term prepaid expenses	3,876	3,771
Other	470	1,095
Total investments and other assets	8,570	9,175
Total non-current assets	109,108	109,691
Total assets	159,105	159,317
Liabilities		
Current liabilities		
Accounts payable-trade	392	502
Short-term borrowings	7,406	11,154
Corporate bonds redeemable within one year	1,196	1,196
Long-term borrowings to be repaid within one year	10,313	10,997
Non-recourse long-term borrowings to be repaid within one year	4,446	4,349
Accounts payable	1,633	922
Income taxes payable	1,208	78
Allowance for bonuses	-	94
Other	2,581	1,638
Total current liabilities	29,178	30,935
Non-current liabilities		
Bonds	704	606
Long-term borrowings	40,920	40,713
Non-recourse long-term borrowings	66,051	64,659
Long-term accounts payable	32	164
Deferred tax liabilities	4,351	4,300
Allowance for repairs	134	140
Asset retirement obligations	2,943	3,008
Other	659	649
Total non-current liabilities	115,797	114,241
Total liabilities	144,975	145,176

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
Net Assets		
Shareholders' equity		
Capital	4,649	4,662
Capital surplus	4,473	4,491
Retained earnings	1,300	1,122
Treasury stock	(0)	(0)
Total shareholders' equity	10,424	10,276
Other accumulated comprehensive income		
Foreign currency translation adjustment	307	540
Total other accumulated comprehensive income	307	540
Share acquisition rights	7	9
Non-controlling interests	3,389	3,313
Total net assets	14,129	14,140
Total liabilities and net assets	159,105	159,317

Note: All amounts are rounded down to the nearest million Japanese yen.

(2) Quarterly Consolidated statement of income and Quarterly Consolidated statement of comprehensive income
(Consolidated statement of income)

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Sales	4,683	3,872
Cost of sales	2,733	2,439
Gross profit	1,950	1,432
Selling, general and administrative expenses	1,085	1,077
Operating profit	865	355
Non-operating profit		
Interest income	0	1
Insurance receipts	198	23
Gain on investments in silent partnership	64	0
Other	42	19
Total non-operating profit	306	45
Non-operating expenses		
Interest expenses	494	494
Commission expenses	48	75
Other	0	5
Total non-operating expenses	543	575
Ordinary profit (Loss)	627	(174)
Extraordinary losses		
Impairment losses	0	-
Total extraordinary losses	0	-
Profit (Loss) before income taxes	627	(174)
Income taxes – current	1,595	206
Income taxes – deferred	(1,372)	(162)
Total income taxes	223	43
Profit (Loss)	403	(218)
Net profit (Loss) attributable to non-controlling interests	(47)	(40)
Net profit (Loss) attributable to owners of parent	451	(178)

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

(Consolidated statement of comprehensive income)
(For the three months ended March 31, 2024)

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Net profit (Loss)	403	(218)
Other comprehensive income		
Foreign currency translation adjustment	89	232
Total other comprehensive income	89	232
Comprehensive income	493	14
Comprehensive income attributable to owners of parent	540	54
Comprehensive income attributable to non-controlling interests	(47)	(40)

Note: All Yen amounts are rounded down to the nearest million Japanese yen.