

Summary of Consolidated Financial Results for the Fiscal Year Ended May 31, 2025 [Japanese GAAP]



July 14, 2025

Company name: Enjin Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 7370

URL: <https://www.y-enjin.co.jp/>

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Scheduled date of annual general meeting of shareholders: August 22, 2025

Scheduled date of filing annual securities report: August 21, 2025

Scheduled date of commencing dividend payments: August 25, 2025

Availability of supplementary explanatory materials on financial results: Available

Schedule of financial results briefing session: Scheduled (for analysts and institutional investors)

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

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

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent
Fiscal year ended	Million yen %	Million yen %	Million yen %	Million yen %
May 31, 2025	2,919 (10.6)	841 (19.5)	844 (21.7)	539 (28.0)
May 31, 2024	3,267 –	1,045 –	1,078 –	749 –

(Note) Comprehensive Income: For the fiscal year ended May 31, 2025: ¥539 million [(28.0)%]

For the fiscal year ended May 31, 2024: ¥749 million [- %]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
May 31, 2025	76.72	76.41	11.63	15.91	28.80
May 31, 2024	105.08	104.43	17.61	20.45	31.99

(Reference) Share of profit (loss) of entities accounted for using equity method:

For the fiscal year ended May 31, 2025: ¥– million

For the fiscal year ended May 31, 2024: ¥– million

* 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 fiscal year ended May 31, 2024 are not included in this statement.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of May 31, 2025	5,302	4,643	87.5	658.20
As of May 31, 2024	5,054	4,357	86.0	621.71

(Reference) Equity: As of May 31, 2025: ¥4,635 million

As of May 31, 2024: ¥4,349 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended May 31, 2025	Million yen 694	Million yen 163	Million yen (257)	Million yen 4,127
May 31, 2024	230	(165)	(585)	3,538

2. Dividends

	Annual dividends					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended May 31, 2024	Yen —	Yen 13.00	Yen —	Yen 23.80	Yen 36.80	Million yen 260	% 35.0	% 5.9
Fiscal year ended May 31, 2025	—	13.00	—	25.00	38.00	267	49.5	5.7
Fiscal year ending May 31, 2026 (Forecast)	—	13.00	—	25.00	38.00		45.2	

3. Consolidated Financial Results Forecast for the Fiscal Year Ending May 31, 2026 (June 1, 2025–May 31, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share				
Full year	Million yen 3,128	% 7.1	Million yen 923	% 9.8	Million yen 923	% 9.4	Million yen 606	% 12.5	Yen 86.13

*** Notes:**

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

Newly included: – companies (Company name) –
Excluded: – companies (Company name) –

(2) 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

(3) 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):

May 31, 2025:	7,280,200 shares
May 31, 2024:	7,268,200 shares

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

May 31, 2025:	237,267 shares
May 31, 2024:	272,267 shares

3) Average number of shares during the period:

Fiscal year ended May 31, 2025:	7,028,266 shares
Fiscal year ended May 31, 2024:	7,128,108 shares

(Reference) Overview of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended May 31, 2025 (June 1, 2024–May 31, 2025)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales	Operating profit	Ordinary profit	Profit		
	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended						
May 31, 2025	2,818	(8.0)	851	(18.8)	854	(20.6)
May 31, 2024	3,064	(12.0)	1,048	(19.6)	1,076	(18.1)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended		
May 31, 2025	77.23	76.92
May 31, 2024	106.03	105.38

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of May 31, 2025	5,292	4,656	87.8	659.97
As of May 31, 2024	5,038	4,366	86.5	622.97

(Reference) Equity: As of May 31, 2025: ¥4,648 million

As of May 31, 2024: ¥4,358 million

2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending May 31, 2026 (June 1, 2025–May 31, 2026)

(% 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	3007	6.7	902	6.0	902	5.7	591	8.9	83.94

* These financial results are outside the scope of audit by certified public accountants or an audit firm.

* 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.

Consolidated Financial Statement

(1) Consolidated Balance Sheets

(Thousand yen)

	As of May 31, 2024	As of May 31, 2025
Assets		
Current assets		
Cash and deposits	3,538,211	4,127,950
Accounts receivable – trade	78,798	61,082
Inventories	6,857	12,419
Accounts receivable - other	283,140	239,314
Prepaid expenses	90,598	82,872
Other	19,822	3,498
Allowance for doubtful accounts	(28,059)	(20,867)
Total current assets	<u>3,989,370</u>	<u>4,506,270</u>
Non-current assets		
Property, plant and equipment		
Buildings	198,881	186,448
Accumulated depreciation	(52,872)	(59,026)
Buildings, net	<u>146,008</u>	<u>127,422</u>
Vehicles	30,266	41,010
Accumulated depreciation	(14,366)	(20,962)
Vehicles, net	<u>15,899</u>	<u>20,048</u>
Tools, furniture and fixtures	112,132	112,262
Accumulated depreciation	(86,772)	(94,995)
Tools, furniture and fixtures, net	<u>25,359</u>	<u>17,266</u>
Land	3,686	3,686
Total property, plant and equipment	<u>190,954</u>	<u>168,423</u>
Intangible assets		
Software	35,097	30,312
Customer-related intangible assets	41,142	34,285
Goodwill	59,745	53,107
Other	2,101	-
Total intangible assets	<u>138,087</u>	<u>117,705</u>
Investments and other assets		
Investment securities	383,632	73,177
Deferred tax assets	58,386	55,748
Long-term loans receivable	144,700	238,810
Distressed receivables	23,003	22,883
Other	149,613	142,700
Allowance for doubtful accounts	(23,003)	(22,883)
Total investments and other assets	<u>736,332</u>	<u>510,436</u>
Total non-current assets	<u>1,065,373</u>	<u>796,564</u>
Total assets	<u>5,054,743</u>	<u>5,302,835</u>

(Thousand yen)

	As of May 31, 2024	As of May 31, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	37,833	36,513
Accounts payable - other	23,107	23,435
Accrued expenses	71,504	74,617
Income taxes payable	113,197	99,014
Advances received	355,076	335,501
Provision for bonuses	53,917	40,077
Other	8,197	25,388
Total current liabilities	662,835	634,548
Non-current liabilities		
Deferred tax liabilities	13,647	5,529
Other	20,964	19,210
Total non-current liabilities	34,612	24,739
Total liabilities	697,447	659,287
Net assets		
Shareholders' equity		
Share capital	904,650	905,162
Capital surplus	874,650	875,162
Retained earnings	2,867,609	3,114,176
Treasury shares	(297,498)	(259,254)
Total shareholders' equity	4,349,411	4,635,246
Accumulated Other Comprehensive Income		
Valuation difference on available-for-sale securities	-	415
Total accumulated Other Comprehensive Income	-	415
Share acquisition rights	7,884	7,884
Total net assets	4,357,296	4,643,547
Total liabilities and net assets	5,054,743	5,302,835

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Thousand yen)

	For the fiscal year ended May 31, 2024	For the fiscal year ended May 31, 2025
Net sales	3,267,043	2,919,699
Cost of sales	613,566	582,964
Gross profit	2,653,477	2,336,735
Selling, general and administrative expenses	1,608,057	1,495,700
Operating profit	1,045,419	841,034
Non-operating income		
Interest income	1,009	4,818
Dividend income	14	10
Reversal of allowance for doubtful accounts	2,173	1,559
Surrender value of insurance policies	7,693	-
Gain on investments in investment partnerships	25,637	18,468
Subsidy income	-	3,915
Gain on sale of non-current assets	2,470	3,559
Other	3,615	1,168
Total non-operating income	42,613	33,499
Non-operating expenses		
Interest expenses	326	-
Foreign exchange losses	1,040	10,902
Loss on investments in investment partnerships	2,774	12,043
Commission for purchase of treasury shares	1,976	-
Loss on retirement of non-current assets	1,916	5,064
Other	1,627	2,461
Total non-operating expenses	9,662	30,472
Ordinary profit	1,078,370	844,062
Impairment losses	-	25,499
Extraordinary losses	-	25,499
Profit before income taxes	1,078,370	818,563
Income taxes - current	328,482	285,015
Income taxes - deferred	876	(5,664)
Total income taxes	329,359	279,351
Profit	749,011	539,211
Profit attributable to owners of parent	749,011	539,211

Consolidated Statements of Comprehensive Income

(Thousand yen)

	For the fiscal year ended May 31, 2024	For the fiscal year ended May 31, 2025
Profit	749,011	539,211
Other comprehensive income		
Valuation difference on available-for-sale securities	-	415
Total other comprehensive income	-	415
Comprehensive income	749,011	539,627
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	749,011	539,627

(3) Consolidated Statements of Changes in Equity
 Fiscal year ended May 31, 2024 (from June 1, 2023 to May 31, 2024)

(Thousand yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	904,012	874,012	2,378,231	(218)	4,156,038
Changes during period					
Issuance of new shares - exercise of share acquisition rights	637	637	—	—	1,274
Dividends of surplus	—	—	(259,632)	—	(259,632)
Profit attributable to owners of parent	—	—	749,011	—	749,011
Purchase of treasury shares	—	—	—	(297,279)	(297,279)
Restricted stock compensation	—	—	—	—	—
Transfer from retained earnings to capital surplus	—	—	—	—	—
Net changes of items other than shareholders' equity	—	—	—	—	—
Total changes during period	637	637	489,378	(297,279)	193,373
Balance at end of period	904,650	874,650	2,867,609	(297,498)	4,349,411

(Thousand yen)

	Other comprehensive income	Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities		
Balance at beginning of period	—	7,884	4,163,923
Changes during period			
Issuance of new shares - exercise of share acquisition rights	—	—	1,274
Dividends of surplus	—	—	(259,632)
Profit attributable to owners of parent	—	—	749,011
Purchase of treasury shares	—	—	(297,279)
Restricted stock compensation	—	—	—
Transfer from retained earnings to capital surplus	—	—	—
Net changes of items other than shareholders' equity	—	—	—
Total changes during period	—	—	193,373
Balance at end of period	—	7,884	4,357,296

Fiscal year ended May 31, 2025 (from June 1, 2024 to May 31, 2025)

(Thousand yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	904,650	874,650	2,867,609	(297,498)	4,349,411
Changes during period					
Issuance of new shares - exercise of share acquisition rights	512	512	—	—	1,024
Dividends of surplus	—	—	(258,060)	—	(258,060)
Profit attributable to owners of parent	—	—	539,211	—	539,211
Purchase of treasury shares	—	—	—	—	—
Restricted stock compensation	—	(34,585)	—	38,243	3,658
Transfer from retained earnings to capital surplus	—	34,585	(34,585)	—	—
Net changes of items other than shareholders' equity	—	—	—	—	—
Total changes during period	512	512	246,566	38,243	285,833
Balance at end of period	905,162	875,162	3,114,176	(259,254)	4,635,246

(Thousand yen)

	Other comprehensive income	Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities		
Balance at beginning of period	—	7,884	4,357,296
Changes during period			
Issuance of new shares - exercise of share acquisition rights	—	—	1,024
Dividends of surplus	—	—	(258,060)
Profit attributable to owners of parent	—	—	539,211
Purchase of treasury shares	—	—	—
Restricted stock compensation	—	—	3,658
Transfer from retained earnings to capital surplus	—	—	—
Net changes of items other than shareholders' equity	415	—	415
Total changes during period	415	—	286,248
Balance at end of period	415	7,884	4,643,547

(4) Consolidated Statements of Cash Flows

(Thousand yen)

	For the fiscal year ended May 31, 2024	For the fiscal year ended May 31, 2025
Cash flows from operating activities		
Profit before income taxes	1,078,370	818,563
Depreciation	57,541	76,291
Amortization of goodwill	6,638	6,638
Impairment losses	-	25,499
Increase (decrease) in allowance for doubtful accounts	4,644	(7,312)
Increase (decrease) in provision for bonuses	(11,951)	(13,840)
Interest and dividend income	(1,023)	(3,433)
Interest expenses	326	-
Foreign exchange losses (gains)	-	10,853
Loss (gain) on investments in silent partnerships	(25,637)	-
Loss on retirement of non-current assets	1,916	5,064
Decrease (increase) in accounts receivable - trade	27,191	17,715
Decrease (increase) in inventories	1,035	(5,562)
Decrease (increase) in consumption taxes refund receivable	(18,774)	15,804
Decrease (increase) in accounts receivable - other	49,373	43,826
Decrease (increase) in prepaid expenses	(12,597)	7,726
Increase (decrease) in accounts payable - trade	(356,337)	(1,320)
Increase (decrease) in accounts payable - other	(14,599)	327
Increase (decrease) in accrued expenses	(3,921)	(3,581)
Increase (decrease) in accrued consumption taxes	(58,932)	1,162
Increase (decrease) in advances received	4,781	(19,497)
Other, net	1,229	12,290
Subtotal	729,273	987,216
Interest and dividends received	1,023	3,212
Subsidies received	-	3,915
Interest paid	(326)	-
Settlement paid	-	(2,300)
Income taxes paid	(499,291)	(298,000)
Net cash provided by (used in) operating activities	230,678	694,043
Cash flows from investing activities		
Purchase of property, plant and equipment	(72,601)	(41,981)
Proceeds from sale of property, plant and equipment	3,281	8,397
Purchase of intangible assets	(13,846)	(10,059)
Dividends received in silent partnerships	25,637	-
Purchase of investment securities	(300,000)	-
Reimbursement of investments in investment business limited partnership	304,619	300,300
Proceeds from collection of loans receivable	(144,700)	(140,710)
Loan advances	-	46,600
Proceeds from cancellation of insurance funds	13,621	-
Proceeds from withdrawal of installment saving	25,049	-
Purchase of resort membership	(9,847)	-
Other, net	3,332	1,343
Net cash provided by (used in) investing activities	(165,454)	163,890
Cash flows from financing activities		
Repayment of long-term borrowings	(28,330)	-
Proceeds from exercise of share acquisition rights	1,274	1,024
Purchase of treasury shares	(299,256)	-
Dividends paid	(259,474)	(258,365)
Net cash provided by (used in) financing activities	(585,786)	(257,341)

	(Thousand yen)	
	For the fiscal year ended May 31, 2024	For the fiscal year ended May 31, 2025
Effect of exchange rate change on cash and cash equivalents	-	(10,853)
Net increase (decrease) in cash and cash equivalents	(520,562)	600,592
Cash and cash equivalents at beginning of period	4,058,773	3,538,211
Cash and cash equivalents at end of period	3,538,211	4,127,950