

[NOTICE: This Consolidated Financial Summary is a translation of the Japanese original for reference purposes only, and in the event of any discrepancy, the Japanese original shall prevail.]

Consolidated Financial Summary under Japanese GAAP for the Fiscal Year Ended September 30, 2024

November 7, 2024

Company Name: Amvis Holdings, Inc.	Stock Exchange Listings: Tokyo
Code Number: 7071	URL: https://www.amvis.com/en/
Representative: Keiichi Shibahara, Representative Director and CEO	
For Inquiry: Noriaki Matsubara, Executive Officer and CFO	TEL: +81-3-6262-5105
General Meeting of Shareholders Date: December 20, 2024	Dividend Payment Date: December 23, 2024
Securities Report Issue Date: December 25, 2024	
Supplementary Information for Financial Statements: Available	
Explanatory Meeting to Be held: Yes	

(Amounts of less than one million yen are truncated)

1. Consolidated Financial Results for the Fiscal Year Ended September 30, 2024

(1) Consolidated Operating Results (% represents the change from the previous fiscal year)

Fiscal Year Ended	Net Sales		EBITDA		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent	
	million yen	%	million yen	%	million yen	%	million yen	%	million yen	%
September 30, 2024	42,475	32.8	12,480	26.9	10,612	23.0	10,551	23.5	7,438	17.9
September 30, 2023	31,985	38.6	9,834	41.1	8,630	40.7	8,541	40.9	6,310	47.5

Notes

1. Comprehensive Income
Fiscal year September 30, 2024: 7,438 million yen / 17.9%
Fiscal year September 30, 2023: 6,309 million yen / 47.4%
2. EBITDA = operating profit + depreciation + amortization of goodwill + share-based compensation expenses

Fiscal Year Ended	Earnings per Share	Diluted Earnings per Share	Return on Equity	Ratio of Ordinary Profit to Total Assets	Ratio of Operating Profit to Net Sales
September 30, 2024	75.86	75.81	24.9	16.6	25.0
September 30, 2023	64.44	64.32	26.9	17.6	27.0

Reference: Profit or loss on equity method investments:
Fiscal year ended September 30, 2024: - million yen
Fiscal year ended September 30, 2023: - million yen

(2) Consolidated Financial Position

As of	Total Assets	Total Net Assets	Shareholders' Equity Ratio	Net Assets per Share
September 30, 2024	71,799	33,212	46.3	339.39
September 30, 2023	55,559	26,523	47.7	270.56

Reference: Shareholders' equity:
As of September 30, 2024: 33,212 million yen
As of September 30, 2023: 26,523 million yen

(3) Consolidated Cash Flow

Fiscal Year ended	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at the end of period
September 30, 2024	7,484	(16,828)	6,083	8,868
September 30, 2023	6,798	(10,312)	4,300	12,128

2. Dividends on Common Stock

	Dividends per Share					Total Dividends (annual)	Payout Ratio (consolidated)	Dividends to Net Assets (consolidated)
	1st quarter end	2nd quarter end	3rd quarter end	Fiscal year end	Annual			
Fiscal Year Ended	yen	yen	yen	yen	yen	million yen	%	%
September 30, 2023	—	0.00	—	3.00	3.00	294.09	4.7	1.25
September 30, 2024	—	0.00	—	4.00	4.00	391.43	5.3	1.31
Fiscal Year Ending September 30, 2025	—	0.00	—	4.00	4.00		6.7	

3. Consolidated Earnings Forecasts for the Fiscal Year Ending September 30, 2025

(% represents the change from the previous fiscal year)

	Net Sales		EBITDA		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent		Earnings per Share
	million yen	%	million yen	%	million yen	%	million yen	%	million yen	%	yen
Fiscal Year Ending September 30, 2025	53,647	26.3	11,394	(8.7)	8,627	(18.7)	8,265	(21.7)	5,804	(22.0)	59.30

Notes

- Significant changes in the scope of consolidation: No
- Changes in accounting policies, accounting estimates and restatement of correction
 - Changes in accounting policies due to revision of accounting standards: No
 - Other changes in accounting policies: No
 - Changes in accounting estimates: No
 - Restatement of corrections: No

3. Number of shares outstanding (common shares)

(A) Total shares outstanding including treasury shares

As of September 30, 2024	98,112,000 shares
As of September 30, 2023	98,033,400 shares

(B) Treasury shares

As of September 30, 2024	252,856 shares
As of September 30, 2023	956 shares

(C) Average outstanding shares

Fiscal Year Ended September 30, 2024	98,055,417 shares
Fiscal Year Ended September 30, 2023	97,921,380 shares

Reference: Summary of the Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended September 30, 2024

(1) Non-consolidated Operating Results

(% represents the change from the previous fiscal year)

Fiscal Year Ended	Operating Revenue		Operating Profit		Ordinary Profit		Net Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
September 30, 2024	9,403	78.4	5,137	125.3	5,173	131.7	5,125	132.9
September 30, 2023	5,269	67.5	2,279	99.9	2,232	106.5	2,199	105.7

Fiscal Year Ended	Earnings per Share	Diluted Earnings per Share
	yen	yen
September 30, 2024	52.27	52.24
September 30, 2023	22.47	22.42

(2) Non-consolidated Financial Position

As of	Total Assets	Total Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	million yen	million yen	%	yen
September 30, 2024	49,324	19,540	39.6	199.68
September 30, 2023	33,179	15,164	45.7	154.69

Reference: Shareholders' equity:

As of September 30, 2024: 19,540 million yen

As of September 30, 2023: 15,164 million yen

This report is exempt from the audit procedures by CPAs or Audit firms.

Notes for using earnings forecasts in this report and others

Disclaimer regarding forward-looking information including appropriate use of forecast financial results

This report contains forward-looking statements, such as earnings forecasts, regarding the intent, beliefs and current expectations of Amvis Holdings, Inc. (hereinafter referred to as the "Company") and its management with respect to the expected financial position and results of operations of the Company. Actual performance and results may differ from those forecasts due to various factors.

Table of Contents of Appendix

1. Consolidated Operating Results	5
(1) Overview of Consolidated Operating Results	5
(2) Overview of Financial Position	5
(3) Overview of Cash Flows	6
(4) Forecast	6
2. Basic Concept Regarding the Selection of Accounting Standards	6
3. Consolidated Financial Statements and Principal Notes	7
(1) Consolidated Balance Sheets	7
(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income	9
Consolidated Statements of Income	9
Consolidated Statements of Comprehensive Income	10
(3) Consolidated Statements of Changes in Net Assets	11
(4) Consolidated Statements of Cash Flows	12
(5) Notes Regarding Consolidated Financial Statements	13
(Going Concern Assumption)	13
(Segment Information)	13
(Per Share Information)	14
(Significant Subsequent Events)	14

1. Consolidated Operating Results

(1) Overview of Consolidated Operating Results

The vision of the Company and its consolidated subsidiaries (hereinafter referred to as the “Group”) is to “become the world's most exciting medical and healthcare company,” and it will create the second and third businesses following the hospice “Ishinkan” business and aims to prosper for a century or more. The Group began providing management support to 2 hospitals in the same local city in October 2023. The Group aims to expand into related businesses, including comprehensive support for medical institutions in remote areas that are structurally difficult to manage, by utilizing the know-how acquired through the operation of Ishinkan. The Group will continue to be a hungry challenger, looking to the future with ambition, sometimes doubting common sense and seeking innovative solutions to create essential value.

During the current fiscal year, the Group opened 28 new facilities (Hokkaido: 1, Saitama: 3, Chiba: 2, Tokyo: 6, Kanagawa: 2, Toyama: 1, Ishikawa: 1, Gifu: 2, Shizuoka: 1, Aichi: 4, Shiga: 1, Osaka: 1, Wakayama: 1, Okayama: 2), expanded 1 existing facility in Ibaraki, and operated them. The Group will achieve long-term and sustainable growth by aggressively opening new facilities based on a more detailed marketing and opening strategy, as well as by conducting vigorous sales activities to medical institutions and others.

As a result, the Group's operating results for the current fiscal year were as follows: net sales of 42,475 million yen (+ 32.8% from the previous fiscal year), EBITDA of 12,480 million yen (+ 26.9%), operating profit of 10,612 million yen (+ 23.0%), ordinary profit of 10,551 million yen (+ 23.5%), and profit attributable to owners of parent of 7,438 million yen (+ 17.9%).

Segment information is omitted because the Group operates in a single business segment, the Ishinkan Business.

(2) Overview of Financial Position

(Assets)

Total assets as of September 30, 2024 were 71,799 million yen, an increase of 16,240 million yen from September 30, 2023. This is attributable mainly to increases of 1,967 million yen in accounts receivable due to the increase in revenue, and 16,373 million yen in property, plant and equipment and 800 million yen in leasehold and guarantee deposits in line with opening new facilities despite a decrease of 3,259 million yen in cash and deposits due to the investment in line with opening new facilities.

(Liabilities)

Total liabilities as of September 30, 2024 were 38,586 million yen, an increase of 9,550 million yen from September 30, 2023. This is attributable mainly to increases of 6,985 million yen in borrowings and 1,709 million yen in lease obligations in line with opening new facilities, 345 million yen in accounts payable - other and accrued expenses due to the business expansion.

(Net assets)

Net assets as of September 30, 2024 were 33,212 million yen, an increase of 6,689 million yen from September 30, 2023. This is attributable mainly to increases of 7,438 million yen in retained earnings reflecting profit attributable to owners of parent despite a decrease of 294 million yen in retained earnings due to the payment of dividends and 470 million yen in treasury shares due to the acquisition of treasury shares.

(3) Overview of Cash Flows

Cash and cash equivalents (hereinafter, "cash") as of September 30, 2024 stood at 8,868 million yen, a decrease of 3,259 million yen from September 30, 2023. Cash flows for the period and the factors contributing to increases or decreases in cash flows are described below.

(Cash flows from operating activities)

Net cash provided by operating activities for the fiscal year ended September 30, 2024 was 7,484 million yen, versus 6,798 million yen for the fiscal year ended September 30, 2023. This is attributable mainly to profit before income taxes of 10,551 million yen, depreciation of 1,848 million yen, despite an income taxes paid of 2,798 million yen, and an increase in accounts receivable of 1,967 million yen.

(Cash flows from investing activities)

Net cash used in investing activities for the fiscal year ended September 30, 2024 was 16,828 million yen, versus 10,312 million yen for the fiscal year ended September 30, 2023. This reflected mainly purchase of property, plant and equipment of 15,982 million yen and payments of leasehold and guarantee deposits of 849 million yen in conjunction with the opening of new facilities.

(Cash flows from financing activities)

Net cash provided by financing activities for the fiscal year ended September 30, 2024 was 6,083 million yen, versus 4,300 million yen for the fiscal year ended September 30, 2023. This is attributable mainly to proceeds from long-term borrowings of 9,174 million yen in conjunction with the opening of new facilities and net increase in short-term borrowings of 1,066 million yen, despite repayments of long-term borrowings of 3,254 million yen.

(4) Forecast

The Group's policy is to aim for long-term and sustainable growth by aggressively opening new facilities based on a detailed marketing and opening strategy to further expand the Ishinkan business, and by vigorously conducting sales activities to medical institutions and others. In the next fiscal year, the Group will open 28 new facilities (Q1: 9 facilities, Q2: 5 facilities, Q3: 9 facilities, Q4: 5 facilities) and expand 1 existing facility, which will bring the total number of facilities to 132 (with 6,706 beds) as of the end of September 2025. The Group plans to accelerate the opening of new facilities in a wide range of areas ranging from Western Japan to Eastern Japan, including the Tokyo metro area. Also, the Group decided to emphasize the use of EBITDA as a performance indicator, aiming to eliminate accounting effects and consider return on strategic investments. Based on this premise, the Group expects net sales of 53,647 million yen, EBITDA of 11,394 million yen, operating profit of 8,627 million yen, ordinary profit of 8,265 million yen, and profit attributable to owners of parent of 5,804 million yen for the next fiscal year.

The above forecasts are based on information available at the time of publication and are subject to uncertainties. Actual results may differ from these forecasts due to changes in business conditions and other factors.

2. Basic Concept Regarding the Selection of Accounting Standards

In consideration of comparability with other companies in the same industry in Japan, the Group has adopted Japanese GAAP for accounting standards.

3. Consolidated Financial Statements and Principal Notes

(1) Consolidated Balance Sheets

(Unit: million yen)

	As of September 30, 2023	As of September 30, 2024
Assets		
Current Assets		
Cash and Deposits	12,128	8,868
Accounts Receivable	6,484	8,452
Inventories	14	23
Other	960	1,168
Allowance for Doubtful Accounts	(53)	(62)
Total Current Assets	19,535	18,451
Non-Current Assets		
Property, Plant and Equipment		
Buildings and Structures, Net	21,151	35,009
Machinery, Equipment and Vehicles, Net	0	3
Tools, Furniture and Fixtures, Net	57	43
Leased Assets, Net	5,387	6,976
Land	1,707	2,382
Construction in Progress	4,066	4,328
Total Property, Plant and Equipment	32,370	48,743
Intangible Assets		
Other	57	73
Total Intangible Assets	57	73
Investments and Other Assets		
Leasehold and Guarantee Deposits	2,420	3,220
Deferred Tax Assets	591	759
Other	576	550
Total Investments and Other Assets	3,589	4,531
Total Non-Current Assets	36,017	53,348
Deferred Assets		
Share Issuance Cost	6	—
Total Deferred Assets	6	—
Total Assets	55,559	71,799

(Unit: million yen)

	As of September 30, 2023	As of September 30, 2024
Liabilities		
Current Liabilities		
Accounts Payable	137	122
Short-Term Borrowings	2,267	3,333
Current Portion of Long-Term Borrowings	2,573	4,150
Lease Obligations	119	176
Accounts Payable - Other and Accrued Expenses	2,363	2,709
Income Taxes Payable	1,856	1,884
Provision for Bonuses	753	1,022
Other	434	406
Total Current Liabilities	10,506	13,805
Non-Current Liabilities		
Long-Term Borrowings	12,554	16,896
Lease Obligations	5,540	7,193
Asset Retirement Obligations	348	548
Net Defined Benefit Liability	18	29
Other	67	113
Total Non-Current Liabilities	18,529	24,781
Total Liabilities	29,036	38,586
Net Assets		
Shareholders' Equity		
Share Capital	57	65
Capital Surplus	11,693	11,701
Retained Earnings	14,774	21,918
Treasury Shares	(1)	(472)
Total Shareholders' Equity	26,523	33,212
Accumulated Other Comprehensive Income		
Remeasurements of Defined Benefit Plans	(0)	(0)
Total Accumulated Other Comprehensive Income	(0)	(0)
Total Net Assets	26,523	33,212
Total Liabilities and Net Assets	55,559	71,799

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

[Consolidated Statements of Income]

(Unit: million yen)

	Fiscal year ended September 30, 2023	Fiscal year ended September 30, 2024
Net Sales	31,985	42,475
Cost of Sales	18,714	25,415
Gross Profit	13,271	17,059
Selling, General and Administrative Expenses	4,640	6,447
Operating Profit	8,630	10,612
Non-Operating Income		
Subsidy Income	96	239
Gain on Bad Debts Recovered	1	1
Gain on Sale of Non-Current Assets	34	0
Compensation income	—	37
Miscellaneous Income	28	45
Total Non-Operating Income	161	324
Non-Operating Expenses		
Interest Expenses	230	359
Amortization of Share Issuance Cost	15	6
Miscellaneous Loss	4	19
Total Non-Operating Expenses	250	385
Ordinary Profit	8,541	10,551
Extraordinary Income		
Gain on Sale of Businesses	400	—
Total Extraordinary Income	400	—
Profit before Income Taxes	8,942	10,551
Income Taxes	2,816	3,281
Income Taxes-Deferred	(184)	(168)
Total Income Taxes	2,631	3,112
Profit	6,310	7,438
Profit Attributable to Non-Controlling Interests	—	—
Profit Attributable to Owners of Parent	6,310	7,438

[Consolidated Statements of Comprehensive Income]

(Unit: million yen)

	Fiscal year ended September 30, 2023	Fiscal year ended September 30, 2024
Profit	6,310	7,438
Other Comprehensive Income		
Remeasurements of Defined Benefit Plans	(0)	(0)
Total Other Comprehensive Income	(0)	(0)
Comprehensive Income	6,309	7,438
(Details)		
Attributable to Owners of Parent	6,309	7,438
Attributable to Non-Controlling Interests	—	—

(3) Consolidated Statements of Changes in Net Assets

Fiscal year ended September 30, 2023

(Unit: million yen)

	Shareholder's Equity					Accumulated Other Comprehensive Income		Total Net Assets
	Share Capital	Capital Surplus	Retained Earnings	Treasury Shares	Total Shareholders' Equity	Remeasurements of Defined Benefit Plans	Total Accumulated Other Comprehensive Income	
Balance at the beginning of current period	5,866	5,836	8,757	(1)	20,459	(0)	(0)	20,458
Changes during the period								
Dividends from surplus			(293)		(293)			(293)
Issuance of new shares	24	24			48			48
Capital reduction	(5,833)	5,833			-			-
Profit attributable to owners of parent			6,310		6,310			6,310
Acquisition of treasury shares				(0)	(0)			(0)
Net changes of items other than shareholders' equity						(0)	(0)	(0)
Total changes during the period	(5,808)	5,857	6,016	(0)	6,064	(0)	(0)	6,064
Balance at the end of current period	57	11,693	14,774	(1)	26,523	(0)	(0)	26,523

Fiscal year ended September 30, 2024

(Unit: million yen)

	Shareholder's Equity					Accumulated Other Comprehensive Income		Total Net Assets
	Share Capital	Capital Surplus	Retained Earnings	Treasury Shares	Total Shareholders' Equity	Remeasurements of Defined Benefit Plans	Total Accumulated Other Comprehensive Income	
Balance at the beginning of current period	57	11,693	14,774	(1)	26,523	(0)	(0)	26,523
Changes during the period								
Dividends from surplus			(294)		(294)			(294)
Issuance of new shares	7	7			15			15
Capital reduction								
Profit attributable to owners of parent			7,438		7,438			7,438
Acquisition of treasury shares				(470)	(470)			(470)
Net changes of items other than shareholders' equity						0	0	0
Total changes during the period	7	7	7,144	(470)	6,688	0	0	6,689
Balance at the end of current period	65	11,701	21,918	(472)	33,212	(0)	(0)	33,212

(4) Consolidated Statements of Cash Flows

(Unit: million yen)

	Fiscal year ended September 30, 2023	Fiscal year ended September 30, 2024
Cash flows from operating activities		
Profit before Income Taxes	8,942	10,551
Depreciation	1,201	1,848
Increase (decrease) in Provision for Bonuses	203	268
Increase (decrease) in Allowance for Doubtful Accounts	15	8
Interest Income	(1)	(2)
Interest Expenses	230	359
Subsidy Income	(96)	(239)
Compensation income	—	(37)
Loss (gain) on Sale of Businesses	(400)	—
Decrease (increase) in Accounts Receivable	(1,698)	(1,967)
Decrease (increase) in Inventories	(3)	(8)
Decrease (increase) in Other Assets	(180)	(559)
Increase (decrease) in Accounts Payable	71	(15)
Increase (decrease) in Accounts Payable - Other and Accrued Expenses	932	148
Increase (decrease) in Other Liabilities	141	(16)
Other, Net	(18)	8
Subtotal	9,338	10,346
Interest and Dividends received	0	0
Interest paid	(223)	(340)
Proceeds from Subsidy	96	239
Proceeds from Compensation	—	37
Income Taxes paid	(2,412)	(2,798)
Net cash provided by (used in) operating activities	6,798	7,484
Cash flows from investing activities		
Purchase of Property, Plant and Equipment	(9,837)	(15,982)
Purchase of Intangible Assets	(20)	(23)
Proceeds from Sale of Businesses	400	—
Payments of Leasehold and Guarantee Deposits	(902)	(849)
Proceeds from Refund of Leasehold and Guarantee Deposits	83	12
Other, Net	(35)	14
Net cash provided by (used in) investing activities	(10,312)	(16,828)
Cash flows from financing activities		
Net increase (decrease) in Short-Term Borrowings	514	1,066
Proceeds from Long-Term Borrowings	6,099	9,174
Repayments of Long-Term Borrowings	(1,930)	(3,254)
Repayments of Lease Obligations	(101)	(150)
Proceeds from Issuance of Shares	13	15
Dividends paid	(293)	(294)
Purchase of Treasury Shares	(0)	(473)
Net cash provided by (used in) financing activities	4,300	6,083
Net increase (decrease) in Cash and Cash Equivalents	786	(3,259)
Cash and Cash Equivalents at the beginning of period	11,342	12,128
Cash and Cash Equivalents at the end of period	12,128	8,868

(5) Notes Regarding Consolidated Financial Statements

(Going Concern Assumption)

Not applicable.

(Segment Information)

(Segment Information)

Segment information is omitted because the Group operates in a single business segment, the Ishinkan Business.

(Per Share Information)

	Fiscal year ended September 30, 2023	Fiscal year ended September 30, 2024
Net assets per share	270.56 yen	339.39 yen
Earnings per share	64.44 yen	75.86 yen
Diluted earnings per share	64.32 yen	75.81 yen

Notes

1. The basis for calculating earnings per share and diluted earnings per share is as follows.

Item	Fiscal year ended September 30, 2023	Fiscal year ended September 30, 2024
Earnings per share		
Profit attributable to owners of parent (million yen)	6,310	7,438
Profit not attributable to common shareholders (million yen)	–	–
Profit attributable to owners of parent attributable to common shareholders (million yen)	6,310	7,438
Average number of common shares outstanding during the period (shares)	97,921,380	98,055,417
Diluted earnings per share		
Adjustment to profit attributable to owners of parent (million yen)	–	–
Increase in number of common shares (shares)	186,113	57,415
(Number of stock acquisition rights included in the increase) (shares)	(186,113)	(57,415)
Outline of latent shares not included in the calculation of diluted earnings per share due to the absence of dilutive effect	–	–

2. The basis for calculating net assets per share is as follows.

Item	As of September 30, 2023	As of September 30, 2024
Total net assets (million yen)	26,523	33,212
Amount to be deducted from total net assets (million yen)	–	–
Net assets pertaining to common stock at the end of the period (million yen)	26,523	33,212
Number of shares of common stock used for the calculation of net assets per share at the end of the period (shares)	98,032,444	97,859,144

(Significant Subsequent Events)

Not applicable.